

No. 8144

United States  
Circuit Court of Appeals

For the Ninth Circuit. ✓

COMMISSIONER OF INTERNAL REVENUE,  
Petitioner,

vs.

CECIL B. deMILLE PRODUCTIONS, INC.,  
Respondent.

Transcript of the Record

In Three Volumes

VOLUME II

Pages 463 to 938

Upon Petition to Review an Order of the United States  
Board of Tax Appeals.

FILED

JUL 11 1938

PAUL F. O'BRIEN



United States  
Circuit Court of Appeals

For the Ninth Circuit.

---

COMMISSIONER OF INTERNAL REVENUE,  
Petitioner,

vs.

CECIL B. deMILLE PRODUCTIONS, INC.,  
Respondent.

---

Transcript of the Record

---

In Three Volumes

VOLUME II

Pages 463 to 938

---

Upon Petition to Review an Order of the United States  
Board of Tax Appeals.



(Testimony of Constance A. de Mille.)

A. The corporation owned a piece of property on Vermont and West Avenues, upon which a market was erected, which has been continuously leased since its erection;

It owned a piece of property on Western Avenue, on which a large building was built for a ball room, a school of dancing, with stores below: [391]

It owned a piece of property on Hollywood Boulevard, upon which a building was erected with stores below and a gymnasium above, and the gymnasium was afterward changed to an artist's studio, or studios;

It owned a piece of property on San Fernando Boulevard, a large tract which was bought at a time when there was great real estate activity in Southern California. That piece of property was afterward turned into a syndicate as a real estate subdivision;

It owned a piece of property on Highland Avenue, which was stores and offices above;

Pieces of property on Sunset Boulevard, near Wilcox;

A piece of property on Vine Street, upon which an auto park operates.

Q. Did it also own ranch properties?

A. About 650 acres of ranch land, comprising orange groves at one time, farms for raising fancy birds, turkey and chicken farms.

Q. You mean the corporation carried on the business of raising fancy birds?

(Testimony of Constance A. de Mille.)

A. There were different activities on these ranches. I was closely connected with all those activities and I am still.

Q. Do you supervise the citrus groves?

A. I do. I have been in close connection with the citrus groves and the development of water on the property and the general supervision of those ranches.

Q. The development of water is a rather expensive matter on a ranch of that size in California, is it not?

A. It is a rather expensive matter. Certain suggested plans have not been followed as too expensive, but an adequate water supply has been developed for the orange groves. [392]

Q. Well, outside of the citrus growing—will you state if you have any other ranches or farms on which you have produce growing?

A. In Southern California?

Q. In Southern California?

A. No, I do not think so. We have some walnut trees.

Q. And has it been one of your duties to supervise the operation of these ranches and all of the real estate properties of the corporation?

A. Yes.

Q. Now Mrs. deMille, did you and Mr. deMille ever have any understanding between yourself with respect to the income that you would derive from salaries, wages, or anything in the nature of compensation for services, earnings?

(Testimony of Constance A. de Mille.)

A. We have always had that understanding. I was an actress before I was married and had my own salary. I remained upon the stage after my marriage. There was never any suggestion of my salary in any way belonging to Mr. deMille. It was always separate. When Productions was formed, I assumed the office of Vice President and all of my salary which was paid to me was always handled entirely by me. I bought two automobiles myself and hired my own chauffeur. Mr. deMille provided his own cars and hired his own chauffeurs. Mr. deMille and I divided the expenses, he maintaining the summer ranch property, not the one I speak of, but one that belonged to the family; it might be called the summer home. I paid some of the expense of maintenance of the home in Los Angeles.

Q. Did Mr. deMille also give you a check for personal operations every month.

A. Mr. deMille always gave me a check the first of every month to contribute toward—

Q. Running expenses of the home?

A. Maintenance of the home.

Q. Did you have a definite agreement about the salary being your own separate property, belonging to you, so that Mr. deMille would have no control or dominion over it?

A. We always had that understanding, but I remember being in New [393] York one Christmas, I think it was 1923, in which we again stipulated and re-expressed that understanding, that our salaries were entirely separate and that our financial affairs were individual.

(Testimony of Constance A. de Mille.)

Q. You have always had substantial properties in your own name, have you not, Mrs. deMille?

A. I always have.

Q. And you owned, as I understand, some of the stock in the Jesse Lasky Company?

A. The Jesse Lasky Feature Play Company.

Q. Mrs. deMille, did you have anything to do as Vice President of Cecil B. deMille Productions, Inc., with respect to negotiations for contracts or obtaining finances for the purpose of making pictures?

A. I had a great deal to do with the formation of every contract. I was present at all times during the negotiations of different contracts.

Q. Your advice was sought and heeded, was it?

A. It was.

Q. In all these matters?

A. In all these matters.

Q. You were familiar also with the terms of the contracts?

A. With all of the terms of the contracts and I was present when they were being discussed and had a voice in the discussion.

Q. And of course you participated all of the time in the negotiation for these contracts, as Vice President of the company?

A. I did.

Q. You heard Mr. deMille testify with respect to your activities in connection with the company, particularly those activities relating to the obtaining of finances and also the production of pictures; I will ask you what he said was true?

A. It was. [394]



The foregoing evidence is all of the material evidence adduced at the hearing before the Board of Tax Appeals, and the same is approved by the undersigned, Herman Oliphant, General Counsel for the Department of the Treasury, as attorney for the Commissioner of Internal Revenue.

(Signed) HERMAN OLIPHANT,  
General Counsel for the  
Department of the Treasury.

The foregoing evidence is all of the material evidence adduced at the hearing before the Board of Tax Appeals, and the same is approved by the undersigned, as attorney for the respondent on review.

(Sgd) A. CALDER MACKAY.

The foregoing is all of the material evidence adduced at the hearing and is duly approved and settled this 21st day of February, 1936.

(Sgd) J. RUSSELL LEECH,  
Member, United States Board  
of Tax Appeals.

[Endorsed]: Lodged, Jan. 15, 1936. Filed, Feb. 21, 1936. [395]

## RESPONDENT'S EXHIBIT A.

[Endorsed]: Admitted in evidence Dec. 14, 1933.

THIS AGREEMENT, made and entered into this 16th day of August, 1920, by and between CECIL B. DE MILLE, CONSTANCE A. DE MILLE, ELLA KING ADAMS and NEIL S. McCARTHY, all of Los Angeles, California,

## WITNESSETH:

That said parties do hereby agree that they shall hereby become partners in business for the purposes and upon the terms hereinafter stated.

(1) The firm name of the partnership shall be—  
CECIL B. deMILLE PRODUCTIONS.

(2) The principal place where the business of the partnership is to be transacted is at Los Angeles, California. Business may be transacted at such other places as may be decided from time to time by the partnership. The said partnership shall continue until dissolved by the vote of a majority in interest of the partners.

(3) The capital of said partnership shall be the sum of Twenty-Five Thousand Dollars (\$25,000), which said sum of \$25,000 has been contributed as follows:

Cecil B. de Mille has contributed	\$11,250.00
Constance A. de Mille has	“ 6,250.00
Ella King Adams	“ “ 5,000.00
Neil S. McCarthy	“ “ 2,500.00
	<hr/>
	\$25,000.00

(4) That the purpose of the partnership shall be to manufacture, produce, exhibit, sell, release, rent, and in any and every way make and dispose of motion pictures of any and every kind and nature, and to do any and all things necessary or incidental thereto.

To buy and sell, and to lease, rent or otherwise obtain the use of real estate, buildings, motion picture studios, and any and all things now or hereafter necessary or incidental to the complete equipment and operation thereof, including the right to manufacture, purchase, rent, or otherwise obtain the use of books, stories, novels or other compositions, and of furniture, furnishings, art goods, gowns, costumes, properties, and any and all articles of any and every kind and nature heretofore, now, or which may be hereafter in any way necessary or incidental to the manufacture or production of motion pictures.

To enter into contracts with firms or individuals for the rendering or performance of the services of such firms or individuals, to or for the partnership, for such period of time, and under such terms and conditions as may be, from time to time, agreed upon. [396]

To buy, sell and deal generally in land, bonds, securities, and investments of any and every kind and nature, and to invest its surplus funds which it may desire to accumulate, in such manner as may be decided upon by the partners from time to time.

To do any and all things which any of the individual members of the partnership might do or perform, not inconsistent with established law.

(5) The partners shall share in the profits and losses of said business, and shall own such share in the partnership business, as the amount of their respective contributions of capital bears to the total capital of \$25,000; that is,

Cecil B. de Mille owns a 45%	interest therein;		
Constance A. de Mille owns a 25%	“	“	;
Ella King Adams owns a 20%	“	“	;
Neil S. McCarthy owns a 10%	“	“	;

(6) Cecil B. de Mille shall enter into a contract with said partnership for the rendering of his exclusive services as a Director of Motion pictures, to and for said partnership; Constance A. de Mille shall act as chief executive officer of said partnership, and shall have general superintendence of the operations of said partnership, and shall perform such duties as shall be required properly of that office; Ella King Adams shall render her services in doing research work and as a reader and writer of stories and scenarios for the partnership; Neil S. McCarthy shall act as attorney for, and as Secretary of, the partnership, and shall do and perform such other duties as may be delegated to him from time to time. Each of the said partners shall devote his or her utmost endeavors to promote the interests of the partnership.

(7) Books of account of the transactions of the Partnership shall be kept at the place of business,

and shall be at all times open to inspection by any partner. Each partner shall cause to be entered upon said books a just and true account of all his dealings, receipts and expenditures for or on account of said firm. In the month of August of each year, and at such other times as shall be ordered by the parties owning a majority in interest of the partnership, a complete audit of the books of the partnership shall be made, and an accounting between the partners shall be had.

(8) The compensation to be paid to each of the partners and other employees of the partnership, shall be such as shall be agreed upon from time to time. None of said partners shall, without the consent of the others, make any contract on behalf of or binding upon the partnership, involving more than Five Hundred Dollars (\$500.00), or shall use the firm's name, credit or property for other than partnership purposes, or knowingly do any act by which the in- [397] terests of said partnership shall be imperilled or prejudiced, without first being authorized so to do by the partnership. All questions of difference as to the management or policy or business of said partnership shall be decided upon by majority in interest of the partnership, and no partner shall knowingly do any act in relation thereto, contrary to the decision of the majority in interest.

(9) Regular meetings of the partnership shall be held on Friday of each week at the hour of eight o'clock P. M. at No. 4 Laughlin Park, Hollywood,

California, and no notice of said meeting shall be necessary. Members owning a majority in interest in the partnership shall constitute a quorum, and any business transacted, or any action taken at such meeting, by a majority in interest represented at any such meeting, shall be the act of and binding upon the partnership. Special meetings of the partnership may be held upon six hours' notice being given by any one of said partners, and a majority in interest in the partnership shall constitute a quorum for the transaction of any business at any special or regular meeting.

(10) Upon the final dissolution of said partnership, by lapse of time or otherwise, the said business shall be closed, the debts paid, and the surplus divided between the partners in accordance with their interest therein.

(11) The death, bankruptcy or withdrawal of any of the members of the partnership, shall not thereby terminate the partnership, but the same shall continue to be carried on by the remaining members thereof. In the event of the death or bankruptcy of any of the partners, or in the event of the desire of any of said partners to sell his interest in said partnership, then the remaining partners shall have and are hereby granted, in the order hereinafter set forth, the right and option in any of such events, to purchase the interest or interests of such partner or partners, which option shall be exercised within ten days from notice of the happening of any one of said events, and the exercise of said option and

the payment of the consideration for such interest, shall operate as a transfer to the optionee of such interest, without the execution of any formal documents.

The purchase price of the interest of any partner under such conditions, shall be the amount of the original investment of such partner in the capital of the partnership. The partners shall have the right to exercise such option in the following order:

Cecil B. de Mille shall have the first right to purchase such partnership interest. [398]

Constance A. de Mille shall have the second right to purchase such partnership interest.

Ella King Adams shall have the third right to purchase such partnership interest.

Neil S. McCarthy shall have the fourth right to purchase such partnership interest.

The partners, among themselves, shall elect, within five days from notice of the happening of any of the events in which the right to purchase such partnership interest shall accrue, to purchase the same, and in the event of the partner first entitled to purchase such interest not so electing to purchase the same, then the partner next entitled to so purchase the same shall have an additional day within which *which* to elect to exercise said option, and in the event of the partner next in right not so electing to purchase the same within said one day, then the partner next entitled shall have the right for the next succeeding day to purchase such interest,

and in the event of such partner not so electing, then the remaining partner shall have the right for the next succeeding day to purchase such interest. In the event that none of the partners elect to purchase such interest, then such interest may be sold or disposed of as though no option upon the same had been *tranted*.

IN WITNESS WHEREOF, the parties have hereunto set their hands, at Los Angeles, California, on the day and year first hereinabove written.

(Sgd.) CECIL B. DE MILLE.

(Sgd.) CONSTANCE A. DE MILLE.

(Sgd.) ELLA KING ADAMS.

(Sgd.) NEIL S. McCARTHY. [399]

#### RESPONDENT'S EXHIBIT B.

[Endorsed]: Admitted in evidence Dec. 14, 1933.

Copy of Option.

N. S. McCarthy to

C. B. deMille.

Nov. 2, 1920.

#### Exhibit No. 3.

For and in consideration of the sum of Ten Dollars and other valuable considerations, receipt whereof, is hereby acknowledged, the undersigned does hereby grant, bargain, sell and convey unto CECIL B. DEMILLE, the right and option to purchase, at any time within six years from the date hereof, the entire interest of the undersigned in



that certain partnership known as and called the Cecil B. deMille Productions, together with all the right, title and interest of the undersigned in and to the business, good will and other assets thereof.

The purchase price in the event of the exercise of said option shall be the sum of Twenty-Five Hundred Dollars (\$2500.00), which shall be paid upon the exercise of said option. The exercise of said option and the payment of said moneys shall be deemed, and shall operate as a complete transfer of all of the rights, title and interest of the undersigned in and to the said partnership, its assets and the good will thereof.

Dated at Los Angeles, California, this 2nd day of November, 1920.

(Signed) NEIL S. McCARTHY. [400]

#### RESPONDENT'S EXHIBIT C.

[Endorsed]: Admitted in evidence Dec. 14, 1933.

THIS AGREEMENT MADE AND ENTERED INTO at Los Angeles, California, this 16th day of April, 1924, by and between CECIL B. deMILLE, and CECIL B. deMILLE PRODUCTIONS, a co-partnership, and CECIL B. deMILLE PRODUCTIONS, INC., a corporation, herein called the First Party, and NEIL S. McCARTHY, herein called the Second Party.

#### WITNESSETH:

THAT WHEREAS, a dispute has arisen between the First Party and the Second Party with refer-

ence to certain financial transactions between the said parties, and

WHEREAS, the parties are desirous of adjusting and settling said dispute,

NOW THEREFORE, IT IS HEREBY AGREED:

1. That Cecil B. deMille above named, shall and does hereby exercise the option heretofore reserved by him upon and for the purchase of, and does hereby purchase all of the stock of the Cecil B. deMille Productions, Inc., a corporation, standing in the name of the Second Party, together with all of the interest of the Second Party in and to the said Cecil B. deMille Productions, a co-partnership, at and for the price or sum described in said option, to wit: the sum of Two Thousand Five Hundred (\$2,500.00) Dollars, which said sum of \$2,500.00 shall be paid as hereinafter provided, and the said Second Party does hereby grant, bargain, sell, assign, transfer and set over, and has delivered as a part of this transaction, to the said Cecil B. deMille, any and all interest of the said Second Party in and to said corporation, and to the capital stock of said corporation now standing in the name of the said Second Party.

2. That the said Cecil B. deMille Productions, Inc., a corporation, shall, and does hereby purchase from [401] the Second Party, and the Second Party does hereby grant, bargain, sell, assign, transfer and set over unto the said Cecil B. deMille Produc-

tions, Inc., for the sum of One Thousand Five Hundred Seventy-Two and Fifty-Hundredths (\$1,572.50) Dollars, all of the right, title and interest of the said Second Party in and to that certain syndicate, known as the Sunset & Wilcox syndicate, in which the Cecil B. deMille Productions, Inc., and Charles Eyton are the principal owners, and which syndicate purchased the southwest corner of Sunset Boulevard and Wilcox Avenue in Hollywood, Los Angeles, California, and does further grant, bargain, sell, assign, transfer and set over unto the said Cecil B. deMille Productions, Inc., all of the right, title and interest of the second party in and to said real estate and all other property of said syndicate. The said sum of \$1,572.50 shall be paid as hereinafter provided.

3. In addition to the foregoing agreements, first party shall pay to second party, the sum of Fifteen Thousand Nine Hundred Twenty-Seven and Fifty-Hundredths (\$15,927.50) Dollars which said sum of \$15,927.50 shall be paid as hereinafter provided.

4. The total of the amount to be paid to Second Party as hereinbefore provided, is the sum of Twenty Thousand (\$20,000.00) Dollars, which said sum of \$20,000.00 the First Party does hereby agree to pay to Second Party in installments of Two Hundred (\$200.00) Dollars a week, beginning on the week ending April 19, 1924, and continuing each week thereafter, until the entire sum of \$20,000.00 has been paid to said Second Party.

5. First Party does hereby agree to indemnify and hold the Second Party free and harmless at any and all times, from any and all loss, liability, obligation or damage of any and every kind whatsoever, either now existing [402] or which may hereafter arise by reason of anything which has heretofore transpired, from or on account of, or arising out of the ownership by the Second Party of the said stock in the Cecil B. deMille Productions, Inc., and of an interest in the Cecil B. deMille Productions, a co-partnership, and of an interest in the said syndicate above described, and from and on account of any and all obligations of any and every kind, either direct or contingent of the said syndicate, and of the said Cecil B. deMille Productions, Inc., a corporation, and of the said Cecil B. deMille Productions, a co-partnership, either now existing or which may hereafter arise by reason of anything which has heretofore transpired.

6. Second Party does hereby release and discharge First Party and each of them from any and all indebtedness, liability or obligation to Second Party of any and every kind whatsoever, and does hereby agree that the purchase of the said interests hereinbefore described, and the payment of the said sum of \$20,000.00 as herein provided, shall be in full satisfaction of any and all claims, liability, obligation and demand of any and every kind and nature, of the Second Party, against the First Party, and each member thereof.

IN WITNESS WHEREOF, the parties hereto have executed, and caused this instrument to be executed, all on the day and year first above written.

CECIL B. deMILLE PRODUCTIONS, INC.,

(Signed) By CECIL B. deMILLE, Pres.

CECIL B. deMILLE PRODUCTIONS,

a co-partnership,

(Signed) By CECIL B. deMILLE.

and

CECIL B. deMILLE

(First Party)

NEIL S. McCARTHY

(Second Party). [403]

#### RESPONDENT'S EXHIBIT D.

[Endorsed]: Admitted in evidence Dec. 14, 1933.

#### AGREEMENT.

THIS AGREEMENT made and entered into at Los Angeles, California, this 9th day of February, 1926, by and between ELLA KING ADAMS, of Los Angeles, California, hereinafter called First Party, and CECIL B. DEMILLE, of Los Angeles, California, hereinafter called second party:

#### WITNESSETH:

THAT, WHEREAS, the First Party is the owner of eight hundred (800) shares of the capital stock of the Cecil B. deMille Productions, Inc., a corporation; and

WHEREAS, at the time of the acquiring of the said stock and of the acquiring of a corresponding

interest in the Cecil B. deMille Productions, a co-partnership, the First Party did agree that the second party should have the right and option to repurchase the said stock and interest from her at any time, upon payment to her of the amount of her original investment therein;

NOW, THEREFORE, the first party has and does hereby sell, assign, transfer and set over unto the second party all of the said shares of the capital stock of the said Cecil B. deMille Productions, Inc., owned by her, to-wit: eight hundred (800) shares thereof, at and for the consideration agreed to be paid for the same in the said option agreement, to-wit: the original purchase price thereof, that is, Five Thousand (\$5,000.00) Dollars, the receipt of which said sum of Five Thousand (\$5,000.00) Dollars is hereby acknowledged by the said first party.

IN WITNESS WHEREOF, the parties hereto have hereunto set their hands the day and year in this agreement first above written.

ELLA KING ADAMS, First Party.

CECIL B. DEMILLE, Second Party.

[404]

IF RETURN IS FOR CALENDAR YEAR 1920 FILE IT WITH THE INTEREST REVENUE FOR THE DISTRICT ON OR BEFORE MARCH 15, 1921

427 Form 1065-UNITED STATES INTERNAL REVENUE SERVICE PARTNERSHIP AND PERSONAL SERVICE CORPORATION RETURN OF INCOME FOR CALENDAR YEAR 1920

Or for period begun 1919, and ended 1920

IF RETURN IS FOR A PERIOD OTHER THAN A CALENDAR YEAR, THE RETURN SHOULD BE FILED ON OR BEFORE THE 15TH DAY OF THE FOLLOWING THE CLOSE OF SUCH PERIOD

PRINT PLAINLY PARTNERSHIPS OR CORPORATIONS NAME AND BUSINESS ADDRESS: CECIL B. DE WILLE PRODUCTIONS, 1520 VII. ST. HAYLI, CAL. RESPONDENTS SCHEDULES.

KIND OF BUSINESS STATE WHETHER PARTNERSHIP OR CORPORATION

SCHEDULE A - INCOME TO BE ACCOUNTED FOR BY MEMBERS.

GROSS INCOME

- 1. Gross sales, less returns and allowances. 2. Less cost of goods sold, exclusive of expenses, repairs, and other items called for separately below (from Schedule A2). 3. Gross income from services or from operations other than trading or marketing, less allowances (from Schedule A3). 4. Net income from operations of the United States (less interest on U.S. War Finance Corporation Bonds (from Schedule A4)). 5. Taxable interest from all other sources (not including interest referred to under Item 2, Schedule D) (from Schedule A5). 6. Rentals. 7. Royalties. 8. Share of net income earned by a partnership or personal service corporation during its accounting period (whether received or not). 9. Dividends from earnings of corporations not taxable by the United States on their net income (including dividends on stock of personal service corporations declared out of profit gained prior to January 1, 1918) (from Schedule A9). 10. Dividends on stock of foreign corporations not taxable by the United States on their net income (from Schedule A10). 11. Gross income from all other sources (not including any amount reported in Item 23 below) (from Schedule A11). 12. TOTAL OF ITEMS 1 TO 11. 13. Ordinary and necessary expenses (except amounts reported in Item 2 above or called for separately below) (from Schedule A13). 14. Compensation of members (including shareholders) (personal service corporation who drew salaries therefrom and salaries, commissions, and other compensation in whatever form paid) (from Schedule A14). 15. Repairs (including labor, supplies, etc.) (from Schedule A15). 16. Interest (from Schedule A16). 17. Taxes (except Federal income and profits taxes, and taxes which are a credit under Section 222 or Section 266, and taxes assessed against local benefits of a kind tending to increase the value of the property assessed). 18. Debts ascertained to be worthless and charged off during accounting period (from Schedule A18). 19. Debit avancement, war and tear (including obsolescence) (from Schedule A19). 20. Expatriation (from Schedule A20).

TOTAL OF ITEMS 13 TO 20

DIFFERENCE BETWEEN ITEMS 12 AND 21

Profit or loss on sale of capital assets and miscellaneous investments, including liquidating dividends (from Schedule A23). Losses sustained during accounting period and not compensated for by insurance or otherwise (from Schedule A24).

Amortization of War Facilities (from Schedule A25). (Extend to last column resulting net total of Items 23, 24, and 25). Net Income for Accounting Period to be Accounted for by Members (TOTAL OF DIFFERENCE BETWEEN ITEM 22 AND ITEM 25)

SCHEDULE B - INTEREST ON LIBERTY BONDS, ETC.

Table with columns: OBLIGATIONS, PAYMENT DATES, First Liberty Loan, Second Liberty Loan, Third Liberty Loan, Fourth Liberty Loan, Victory Liberty Loan, War Finance Corporation Bonds.

TOTAL INTEREST ON ALL OBLIGATIONS AS SHOWN ABOVE TO BE ENTERED AS ITEM 4, SCHEDULE A, AND DISTRIBUTED IN COLUMN 5, SCHEDULE (1). State the amount of Victory Liberty Loan 3 1/2% and 4 1/2% Notes originally subscribed for and still owned at the date of filing this return. State the amount of Fourth Liberty Loan 4 1/2% Bonds originally subscribed for and still owned at the date of filing this return.

Enter below the share of net income (whether distributed or not) of each member of the partnership or shareholder of the personal service corporation, and each member's share of any income and profits taxes paid by the partnership or corporation to a foreign country or to a possession of the United States. (See page 1 of instructions, paragraphs 10 to 14, inclusive). If the distributable interests in the net income are determined on a basis other than a percentage basis, attach an explanatory statement.

Table with columns: Name and address of each, as shown on individual tax returns, Share of net income, Share of income and profits taxes, Dividends, Other income, Total.

The undersigned, being severally duly sworn, each for himself deposes and says that this return, including the accompanying schedules and statements, has been examined by him and is to the best of his knowledge and belief a true and complete return made in good faith, for the accounting period as stated, pursuant to the Revenue Act of 1918 and the Regulations issued under authority thereof.

Sworn to and subscribed before me this 17th day of December, 1920. Seal of officer making affidavit: Cecil B. De Wille, President of corporation.

Members of partnership or shareholders of personal service corporation: Cecil B. De Wille, Evastiane A. De Wille, Ella King Williams, Cecil B. De Wille.





SCHEDULE D—RECONCILIATION OF NET INCOME  
AND ANALYSIS OF CHANGES IN SURPLUS.

1. Net income from Schedule A, Item 26.....	\$51,371.32
2. Income not to be accounted for by members:	
(a) Interest on obligations of the United States issued before September 1, 1917, Victory Liberty Loan 3¾% Notes and obligations of United States possessions.....	.....
(b) Interest on obligations of States, Terri- tories, and political subdivisions thereof.....	.....
(c) Interest on Farm Loan Bonds issued un- der Federal Farm Loan Act.....	.....
(d) Dividends on stock of personal service corporations from net income earned dur- ing the period between January 1, 1918, and the beginning of present accounting period .....	.....
(e) Profits which are derived from the sale of vessels, and which are exempt under Section 23 of the Merchant Marine Act of 1920 .....	.....
(f) Other Items (to be detailed):	
(1) .....	.....
(2) .....	.....
3. Charges against reserves for bad debts, contin- gencies, etc. (to be detailed):	
(a) .....	.....
(b) .....	.....
(c) .....	.....
4. Total of Items 1 to 3, inclusive.....	\$51,371.32
5. Total from Item 13.....	200.00
6. Net profit for period as shown by books, before any adjustments are made therein (Item 4 minus Item 5) .....	\$51,171.32
7. Surplus and undivided profits as shown by bal- ance sheet at close of preceding taxable period.....	.....

8. Other credits to surplus (to be detailed) :	
(a) .....	
(b) .....	
9. Total of Items 6 to 8, inclusive.....	\$51,171.32
10. Total from 16.....	<u>                    </u>
11. Surplus and undivided profits as shown by balance sheet at close of accounting period (Item 9 minus Item 10).....	\$51,171.32
12. Unallowable deductions:	
(a) Donations, gratuities, and contributions.....	\$ 200.00
(b) Income and profits taxes paid to the United States, its possessions or a foreign country .....	
(c) Special improvement taxes tending to increase the value of the property assessed.....	
(d) Furniture and fixtures, additions, or betterments treated as expenses on the books..	
(e) Replacements and renewals.....	
(f) Insurance premiums paid on the life of any officer or employee for the benefit of the corporation or business.....	
(g) Interest on indebtedness incurred or continued to purchase or carry securities (other than obligations of the United States issued after September 24, 1917), the interest upon which is wholly exempt from taxation .....	
(h) Additions to sinking fund reserve, and reserves for bad debts and other contingencies (to be detailed) :	
(1) .....	
(2) .....	
(3) .....	
(i) Other unallowable deductions (to be detailed) :	
(1) .....	
(2) .....	
(3) .....	
13. Total of Item 12.....	<u>\$ 200.00</u>

14. Dividends or withdrawals (state whether paid in cash, stock of this company, or other property):
- (a) Date paid..... Character.....\$.....
  - (b) Date paid..... Character.....
  - (c) Date paid..... Character.....
  - (d) Date paid..... Character.....
15. Other debits to surplus (to be detailed):
- (a) .....
  - (b) .....
- 
16. Total of Items 14 and 15.....\$ 200.00

**SCHEDULE E—BALANCE SHEETS.**

Attach hereto balance sheets as of the beginning and end of the taxable year (preferably in parallel columns), showing as nearly as practicable the details called for below: (These balance sheets should be prepared from the books and should be in agreement therewith, or any differences should be reconciled.)

[Not filled out.]

**QUESTIONS.**

**KIND OF BUSINESS.**

3. Answers:

(a) General class (use key letter designation) C.—Producing Pictures.

(b) Main income producing business. Give specifically the information called for under each key letter, also whether acting as principal or as agent, on commission. State if inactive or in liquidation.

.....

.....

.....

4. A personal service corporation must explain its business in sufficient detail to justify its claim to be classed as such. If the character of the business is different from that carried on during the preceding accounting period, the nature of the change must be explained. Where necessary, the statement should be made on a separate sheet, which should be firmly attached to this return.

## OTHER CONCERNS IN SAME BUSINESS.

[Not filled out]

## ORGANIZATION OR INCORPORATION.

6. Date of organization Aug. 16, 1920.

7. If incorporated, under the laws of what State?.....

8. Is the corporation a successor to or was it formed to take over or conduct part of the business of another corporation? ..... If so, state name and address of predecessor or other organization, and in the latter case, the financial, managerial, and contractual relationships existing between yourselves and the other organization.....

.....

.....

.....

## VALUATIONS OF CAPITAL STOCK.

[Not filled out]

## AFFILIATIONS WITH CORPORATIONS.

[Not filled out]

## GOVERNMENT CONTRACTS.

14. Have any adjustments during the accounting period been made on account of contract or contracts with the Government or its agencies or from any Government contract or contracts in which you derived income directly or indirectly, through the operations of a claim board or otherwise? (Answer "Yes" or "No.") No. If so, state the amounts involved. \$.....; whether or not such amounts are included in this return.....; and, if not, was an amended return accounting for the additional income filed for accounting period in which the contract was terminated?..... Submit a schedule showing full particulars of the contract, date entered into, date the work ceased under said contract or contracts, and the amount and nature of the adjustment.

## AMORTIZATION.

15. Has amortization been claimed? (Answer "Yes" or "No.") No. If so, for what year..... Amount, \$.....

PREPARATION OF RETURN.

[Not filled out]

LIST OF ATTACHED SCHEDULES.

[Not filled out]

AMENDED RETURNS.

[Not filled out]

[406]

Cecil B. de Mille Productions, a Partnership  
Organized August 16th, 1920.

Amount of Capital \$25,000.00.

Balance Sheet December 31st, 1920.

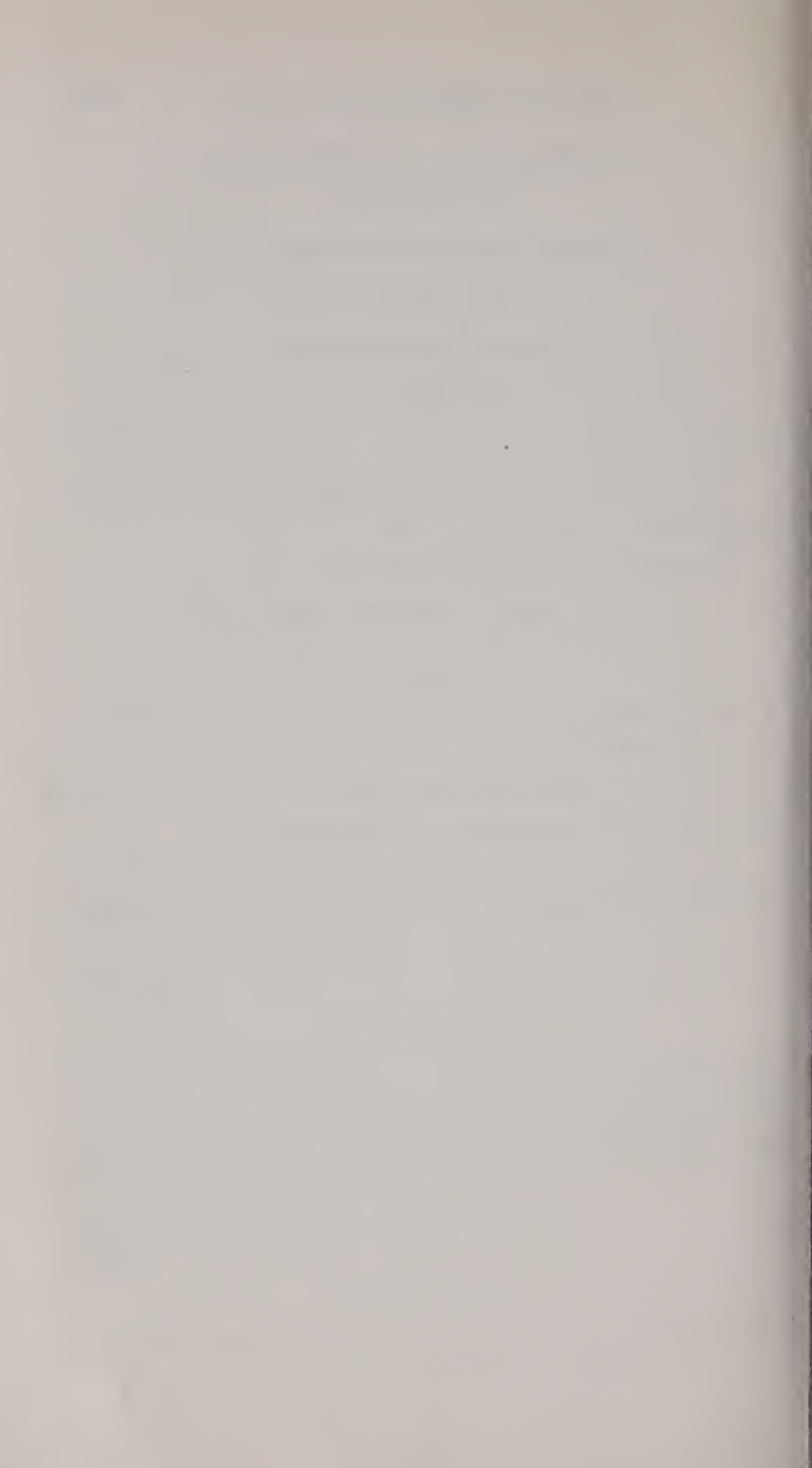
Assets.

Cash in Bank.....	70,103.27
Investments.	
Hollywood Theatre proposition.....	5,000.00
100 shares common stock of Famous Play- ers Lasky Corp.....	4,019.86
Accounts Receivable.....	68.05
	<hr/>
	79,191.18

Liabilities.

Accounts Payable.....	3,019.86
Capital account .....	25,000.00
Surplus and undivided profits.....	51,171.32
	<hr/>
	79,191.18

[407]



**PARTNERSHIP AND PERSONAL SERVICE CORPORATION RETURN OF INCOME**  
**FOR CALENDAR YEAR 1951**

 THIS RETURN SHOULD BE FILED NOT LATER THAN THE 15th DAY OF THE MONTH NEXT FOLLOWING THE END OF BUSINESS PERIOD
 

426

1951

 Or for period begun 1949 and ended 1951

 PRINT NAME AND ADDRESS PLAINLY BELOW  
 CECIL B. de MILLE PRODUCTIONS  
 1520 NORTH VINE STREET  
 HOLLYWOOD, CALIFORNIA  
 (For show and file)

STATE WHETHER PARTNERSHIP OR CORPORATION Partnership

 1. Gross 00000000.00

 2. Less cost of goods sold 00000000.00

3. Gross income from services or operations other than trading or manufacturing, less allowance (attach Schedule A3)

4. Taxable interest from all other sources (not including interest referred to under Items 2 and 3, Schedule C)

5. Rents

6. Royalties

7. Share of net income earned by a partnership or personal service corporation (whether received or not)

8. Dividends subject to surtax only (attach Schedule A8)

9. Dividends subject to both normal and surtax (attach Schedule A9)

10. Other income (not including any amount reported in Item 23 below nor interest on Liberty Bonds) (attach Schedule A10)

11. TOTAL OF ITEMS 1 TO 10

## DEDUCTIONS

12. Expenses (except amounts reported in Item 2 above, or called for separately below) (attach Schedule A11)

13. Compensation of partners or stockholders in whatever form paid (attach Schedule A13)

14. Repairs (including labor, supplies, etc.) (attach Schedule A14)

15. Interest (attach Schedule A15)

16. Tax (attach Schedule A16)

17. Total above (attach Schedule A17)

18. Exhaustion, war and war (including obsolescence) (attach Schedule A18)

19. Depletion (attach Schedule A19)

20. Amortization of War facilities (attach Schedule A20)

21. TOTAL OF ITEMS 12 TO 20

22. ITEM 11 MINUS ITEM 21

23. Profit or loss on sales of capital assets and miscellaneous investments (attach Schedule A23)

24. Losses sustained by fire, storm, etc. (attach Schedule A24). Extend difference between or sum of Items 23 and 24

25. NET INCOME TO BE ACCOUNTED FOR BY MEMBERS (ITEM 22 MINUS ITEM 24 EXTENDED)

 SCHEDULE B - PARTNERS' OR STOCKHOLDERS' SHARES OF INCOME AND CREDITS  
 Enter below the share of net income (whether distributed or not) of each member of the partnership or stockholder of the personal service corporation (except interest on obligations of the United States), each partner's or stockholder's share of any income tax paid at source on tax-free covenant bonds, and any income and profit taxes paid by the partnership or corporation to a foreign country or to a possession of the United States. (See page 1 of Instructions, paragraphs 9 to 14, inclusive.)  
 If the distributable interests in the net income are determined on a basis other than a percentage basis, attach an explanatory statement.

	MEMBERS OF PARTNERSHIP OR STOCKHOLDERS OF PERSONAL SERVICE CORPORATION		3. DIVIDENDS SUBJECT TO SURTAX ONLY (ITEM 8 ABOVE)	4. OTHER INCOME (ITEMS 23 MINUS ITEM 24)	5. TAX PAID AT SOURCE ON TAX-FREE COVENANT BONDS	6. INCOME AND PROFITS FROM FOREIGN CORPORATIONS OR FOREIGN POSSESSIONS OR THE UNITED STATES
	1. NAME AND ADDRESS OF EACH, AS SHOWN ON INDIVIDUAL TAX RETURNS	2. INTEREST IN PARTNERSHIP OR NUMBER OF SHARES HELD IN CORPORATION				
(a) Cecil B. deMille	45%	432	\$74,235.07			
(b) Constance A. deMille	25%	240	41,241.70			
(c) Ella King Adams	20%	192	32,993.36			
(d) Neil S. McCarthy	10%	96	16,491.68			
(e) _____						
(f) _____						
(g) _____						
(h) _____						
(i) _____						
(j) _____						
(k) TOTALS		960	\$164,966.83			

This undesignated being severally duly sworn, each for himself deposes and says that this return, including the accompanying schedules and statements, has been examined by him and is true and correct to the best of his knowledge and belief, and that he is duly sworn under the authority thereof.

 Signed and subscribed before me this 5th day of February, 1952  
 \_\_\_\_\_  
 (Name and Title of Officer)  
 \_\_\_\_\_  
 (Name and Title of Notary Public)

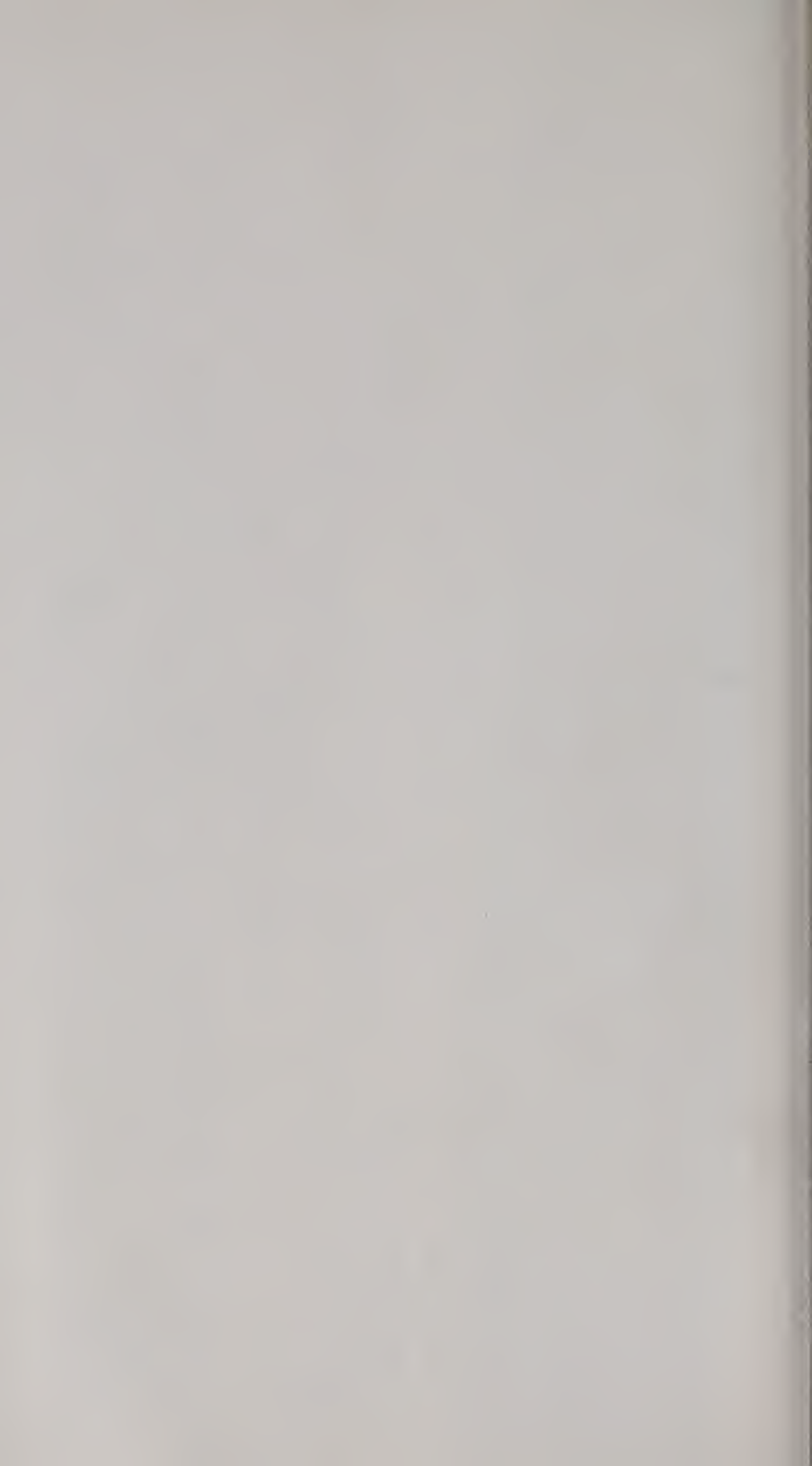
IN WITNESS WHEREOF, I have hereunto set my hand and the seal of my office at Los Angeles, State of California, this \_\_\_\_\_ day of \_\_\_\_\_, 1952.

(An amended return must be plainly marked "Amended" across the face of the return.)

 Seal of officer  
 including affiliation

 Previously corporation.  
 Amended by partnership.

Treasurer of corporation.





SCHEDULE C—RECONCILIATION OF NET INCOME  
AND ANALYSIS OF CHANGES IN SURPLUS.

[Not filled out.]

SCHEDULE D—BALANCE SHEETS.

Attach hereto balance sheets as at the beginning and end of the accounting period (preferably in parallel columns), showing as nearly as practicable the details called for below: (These balance sheets should be prepared from the books and should be in agreement therewith, or any differences should be reconciled.

[Not filled out.]

QUESTIONS.

KIND OF BUSINESS.

[Not filled out.]

[409]

STATEMENT OF PROFIT & LOSS.

TWELVE MONTHS TO DECEMBER 31st, 1921.

INCOME

Weekly Payments from Famous Players Lasky..... 344,500.00

CONTRA

Salaries

Cecil B. deMille.....	85,988.75
Ella King Adams.....	15,600.00
Constance A. deMille.....	15,340.00
Neil S. McCarthy.....	10,600.00
Julia Faye .....	13,250.00
Jeanie Macpherson .....	2,450.00
John H. Fisher.....	5,421.25
J. F. Dawson.....	2,200.00
Gladys Rosson .....	450.00

---

TOTAL SALARIES ..... 151,300.00

## GENERAL EXPENSE

Travelling Expense .....	24,676.58
Depreciation Automob- iles .....	1,650.33
Automobile Expense .....	1,489.56
Automobile Insurance .....	346.15
Advertising .....	360.20
Contributions .....	250.00
Stationery & Printing.....	46.82
Taxes .....	14.50
Sundries .....	8.94

---

TOTAL GENERAL EXPENSE 28,843.08

---

TOTAL OPERATING EXPENSE..... 180,143.08

---

NET OPERATING REVENUE..... \$164,356.92

## NON OPERATING REVENUES

Dividends .....	960.00
Interest .....	1,161.24
Profit on Famous Players Pool.....	9.00

---

TOTAL NON OPERATING  
REVENUES..... 2,130.24

## LESS NON OPERATING DEDUCTIONS

Interest .....	18.58
Loss on Sale Colum. Graph. Stock .....	541.75

---

TOTAL NON OPERATING  
DEDUCTIONS ..... 560.33

---

NET NON OPERATING REVENUES..... 1,569.91

---

PROFIT FOR YEAR 1921.....\$165,926.83

---

[410]

RESPONDENT'S EXHIBIT F.

[Endorsed]: Admitted in evidence Dec. 14, 1933.

THIS AGREEMENT, made and entered into as of the 16th day of August, 1920, by and between FAMOUS PLAYERS-LASKY CORPORATION, a corporation organized under and by virtue of the laws of the State of New York, party of the first part, and CECIL B. DE MILLE, party of the second part.

WITNESSETH:

THAT WHEREAS, the party of the second part has previously rendered and performed services as a director of motion pictures for the party of the first part, and

WHEREAS, the party of the first part has at the time of the execution of this agreement, executed an agreement with Cecil B. de Mille Productions, a co-partnership, for the distribution of certain motion pictures to be directed by the party of the second part, and

WHEREAS, the party of the second part is indebted to the party of the first part in the sum of Fifty Thousand (\$50,000.00) Dollars on account of monies loaned to him by the party of the first part, the repayment of which sum of \$50,000. is due on or about the 19th day of May, 1921.

NOW THEREFORE, IN CONSIDERATION of the execution by the party of the first part at the request of the party of the second part hereto, of the said agreement between the party of the first

part and Cecil B. de Mille Productions, a co-partnership, and in consideration of the mutual promises herein set forth, it is hereby agreed:

FIRST: In the event said Cecil B. de Mille Productions fail, without fault on the part of the party of the first part, to perform and carry out any of the terms of said agreement between the said Cecil B. de Mille Productions and the party of the first part, the party of the second part hereto covenants and agrees that he will complete, carry out and perform the said agreement in all of its terms, as though he were the other party thereto instead of the said Cecil B. de Mille Productions, a co-partnership.

SECOND: The agreements heretofore existing for the performance of the services of the party of the second part to and for the party of the first part, are hereby cancelled and terminated, and the payments to be made to the party of the second part by the party of the first part on the 11th day of September, 1921, and on the 15th day of March, 1922, respectively, under the aforesaid prior agreements, shall be apportioned as in said agreements provided as of the 16th day of August, 1920.

THIRD: The party of the first part hereby extends the time for the repayment of the aforementioned loan of Fifty Thousand [411] (\$50,000.00) Dollars, and the same shall be required to be paid to the party of the first part as follows only:

The party of the first part shall deduct from the payments which it is required to make to the Cecil

B. de Mille Productions, a co-partnership, the sum of One Thousand (\$1,000) Dollars each week beginning the 21st day of August, 1924, and shall in addition thereto, deduct the amount of interest each week on the unpaid portion of said total sum of Fifty Thousand (\$50,000) Dollars, together with interest thereon at the rate provided for in the note now existing and executed in favor of the party of the first part by the party of the second part to evidence said loan of Fifty Thousand (\$50,000) Dollars. Cecil B. de Mille agrees to obtain the consent of said Cecil B. de Mille Productions to such deduction.

**FOURTH:** It is agreed and understood that the photoplay entitled "Forbidden Fruit," is the last one made under the contract between the parties hereto dated August 1, 1916, as amended by the agreement between the parties dated March 10, 1919.

**FIFTH:** The party of the second part covenants and agrees that he will not direct, supervise, produce, or be interested directly or indirectly in any motion pictures during the term of the contract except those deliverable to the Famous Players-Lasky Corporation under said contract, and that he will not during the period of said contract engage in any other business than the making of pictures to be delivered to the Famous Players-Lasky Corporation, pursuant to said contract. He further guarantees and agrees that he will not permit the name of "Cecil B. de Mille" to be announced as maker, director or supervisor, or as interested in

any motion picture other than those deliverable under the aforesaid contract, until three (3) months after the termination of said contract, and that he will not permit any motion picture (except those deliverable under said contract) which has been directed or supervised by him after the termination of said contract to be released until six (6) months have elapsed after the termination of the aforesaid contract.

SIXTH: The party of the second part especially covenants and agrees that he will devote his services exclusively from the date of this contract to the 15th day of August, 1925, to the direction of motion pictures to be delivered to the Famous Players-Lasky Corporation by Cecil B. de Mille Productions, a co-partnership, pursuant to the contract hereinbefore referred to between said Famous Players-Lasky Corporation and said Cecil B. de Mille Productions of even date herewith.

SEVENTH: The party of the second part throughout the period of said agreement between the said party of the first part and [412] the said Cecil B. de Mille Productions, to wit: from August 16, 1920, to and including August 15, 1925, shall remain as the Director-General of the Famous Players-Lasky Corporation, and shall render his services as such without compensation therefore, other than what he may receive from Cecil B. de Mille Productions by virtue of being one of the partners of said firm.

IN WITNESS WHEREOF, the parties hereto have only executed these presents the day and year first above written.

FAMOUS PLAYERS-LASKY  
CORPORATION,

By (Sgd.) JESSE L. LASKY,  
1st Vice Pres.

(Seal of the Corporation.) [413]

RESPONDENT'S EXHIBIT G.

[Endorsed]: Admitted in evidence Dec. 15, 1933.

COPY.

August 14, 1920.

Famous Players-Lasky Corp.,  
Attention Mr. H. D. H. Connick,  
Alexandria Hotel,  
Los Angeles, California.

Gentlemen:

This is to notify you that I have decided to terminate our agreements for the performances of my services as your employee.

As you know, I have for some time cherished the ambition to produce my own pictures with a company bearing my name, and in which I should be the principal shareholder. I have now determined to realize this ambition.

I have organized a partnership known as Cecil B. deMille Productions, with which partnership I have entered into an agreement, and which partnership will produce the pictures directed by me hereafter. I have always enjoyed my connection with the Famous Players-Lasky Corporation, and will

be greatly pleased if we can agree upon terms which will permit the release of the new Cecil B. deMille Productions through your company. I shall appreciate any suggestions which you may have which may lead to the consummation of an agreement for the release of the Cecil B. deMille Productions through the Famous Players-Lasky Corporation. As the new company must arrange for the release of these productions very soon, however, I think it would be better if we attempted to negotiate a distribution contract at the very earliest opportunity.

In the meantime, I shall complete the production which I am engaged in directing at present.

With kindest wishes for your continued success, I remain,

Sincerely yours,

CECIL B. deMILLE,

by Neil S. McCarthy." [414]



Form 1120  
U. S. Territorial Returns  
(Auditor's Return)

# CORPORATION INCOME TAX RETURN

For Calendar Year 1922 **40,860.00**

Page 1 of Returns  
(DO NOT WRITE IN THESE SPACES)

Serial Number **10**  
File Code

PRINT PLAINLY CORPORATIONS NAME AND BUSINESS ADDRESS

**CECIL B. DEMILLE PRODUCTIONS INC**  
(Name)

1520 NORTH VINE STREET  
(Street and Street No.)

LOS ANGELES, CALIFORNIA  
(Post office and State)

Date of Incorporation May 20th, 1922

Kind of Business Production of motion pictures

IS THIS A CONSOLIDATED RETURN? NO

U. S. BOARD OF TAX APPEALS  
DIV. 1 DOCKET 52995  
AGENCY IN EVIDENCE  
DEC 15 1933  
EXHIBIT... H  
RESPONDENTS

RECEIVED  
CALIFORNIA PASSPORTS  
MAY 12 1923  
COLLECTION OF INT. REVENUE  
DISTRICT OF CAL.  
M. R. GALE

1. Gross Sales from Trading or Manufacturing, Less Returns and Allowances **774-C**
2. Less Cost of Goods Sold:
  - (a) Inventory at beginning of year
  - (b) Merchandise bought for sale
  - (c) Cost of manufacturing or otherwise producing goods (From Schedule A)
  - (d) Total of lines (a), (b), and (c)
  - (e) Less inventory at end of year
3. Gross Profit from Trading or Manufacturing (Item 1 minus Item 2)
4. Gross Profit from Operations Other Than Trading or Manufacturing (State source of income):
  - (a) Producing motion pictures **188,500.00**
  - (b) Rent of Props **2,865.61**
  - (c) Rent of Green Cadillac **92.00**
  - (d) Rent of Seaward - 2 days **1,000.00**
  - (e) Interest on Bank Deposits, Notes, Mortgages, and Corporation Bonds
  - (f) Rents
  - (g) Royalties
  - (h) Dividends
  - (i) Profit from Sale of Real Estate, Stocks, Bonds, and other Securities
  - (j) Profit from Domestic Corporation

SECT. 174-C  
ESTABLISHED  
#67 - CAP  
#4  
CALIFORNIA  
MAY 12 1923

11. TOTAL INCOME IN ITEMS 3 TO 10	188,500.00
12. DEDUCTIONS	2,865.61
13. Compensation of Officers (From Schedule C)	1,000.00
14. Rent on Business Property	200.00
15. Repairs (From Schedule D)	1,656.55
16. Interest	75.28
17. Taxes (From Schedule E)	40.00
18. Losses by Fire, Storm, etc. (From Schedule F)	400.00
19. Bad Debts (From Schedule G)	280.00
20. Dividends (deductible under Section 234(d) 6 of the Revenue Act of 1921) (From Schedule H)	1,971.83
21. Depreciation (resulting from exhaustion, wear and tear, or obsolescence) (From Schedule I)	640.00
22. Amortization of War Facilities	
23. Depletion of Mines, Oil and Gas Wells, Timber, etc.	
24. Other Deductions Not Reported Above. (Explain below, or on separate sheet):	
(a) Automobile expense	
(b) Yacht expense	
(c) Miscellaneous expense	
(d)	
(e)	
TOTAL	110,460.00
NET INCOME (Item 11 minus Item 24)	195,069.44

### COMPUTATION OF TAX

25. Net Income (Item 24 above)	195,069.44
26. Less Credit of \$2,000 (for domestic corporation having a net income of less than \$25,000)	2,000.00
27. Balance (Item 26 minus Item 27)	193,069.44
28. Income Tax Paid at Source (for a nonresident foreign corporation)	
29. Income and Profits Taxes Paid to a Foreign Country or to a Possession of the United States	
30. Balance of Tax (Item 27 minus Items 28 and 29)	193,069.44
31. Total Tax (Item 29 plus Item 30)	193,069.44
32. Net Income (Item 25 above)	195,069.44
33. Income Tax (12 1/2 % of Item 28)	24,133.68
34. If the Net Income of a Domestic Corporation is Less Than \$25,000, Enter the Amount in Excess of \$25,000	
35. Total Tax (Item 29 plus Item 30)	193,069.44
36. Balance of Tax (Item 31 minus Item 35)	0.00

An amended return must be marked "Amended" at top of return

Checks and drafts will be accepted only if payable at par

6 - 434.50  
18 1.0  
6502.60



SCHEDULE A.—COST OF MANUFACTURING OR PRODUCING GOODS. (See Instruction 2.)

[Not filled out.]

SCHEDULE B.—PROFIT FROM SALE OF REAL ESTATE, STOCKS, BONDS, ETC. (See Instruction 8.)

[Not filled out.]

SCHEDULE C.—COMPENSATION OF OFFICERS. (See Instruction 12.)

1. Name of Officer	6. Amount of Compensation (Enter as Item 12)
Cecil B. deMille.....	\$72,500.00
Constance A. deMille.....	11,600.00
Ella King Adams.....	8,700.00
Neil S. McCarthy.....	5,800.00
John H. Fisher.....	2,900.00

SCHEDULE D.—COST OF REPAIRS. (See Instruction 14.)

[Not filled out.]

SCHEDULE E.—TAXES PAID. (See Instruction 16.)

[Not filled out.]

SCHEDULE F.—EXPLANATION OF LOSSES BY FIRE, STORM, ETC. (See Instruction 17.)

[Not filled out.]

SCHEDULE G.—BAD DEBTS. (See Instruction 18.)

[Not filled out.]

SCHEDULE H.—DIVIDENDS DEDUCTIBLE.

(See Instruction 19.)

1. Name of Corporation.	Amount of Dividends.	
	2. Domestic	3. Foreign
Lasky stock .....	\$400.00	\$.....
Commercial Natl. Bank.....	240.00	.....
	640.00	

SCHEDULE I.—EXPLANATION OF DEDUCTION FOR DEPRECIATION. (See Instruction 20.)

[Not filled out.]

[416]

SCHEDULE K.—BALANCE SHEETS. (See Instruction 26.)

CORPORATION STARTED DOING BUSINESS JUNE 10, 1922. NO BALANCE SHOWN FOR BEGINNING OF PERIOD. SEE ATTACHED PROFIT AND LOSS STATEMENT AND BALANCE SHEET AS OF December 31, 1922.

[417]

SCHEDULE L.—RECONCILIATION OF NET INCOME AND ANALYSIS OF CHANGES IN SURPLUS.

[Not filled out]

QUESTIONS.

KIND OF BUSINESS.

3. Answers:

- (a) General class (use key letter designation) G.
- (b) Main income-producing business (give specifically the information called for under each key letter, also whether acting as principal, or as agent on commission; state if inactive or in liquidation).....
- .....
- .....
- .....
- .....

AFFILIATIONS WITH OTHER CORPORATIONS.

(To be answered by every corporation.)

4. Does the corporation own directly or control through closely affiliated interests or by a nominee or nominees over 70 per cent of the outstanding voting capital stock of another corporation or of other corporations? No.

5. Is over 70 per cent of your outstanding voting capital stock owned by another corporation or by two or more corporations that are affiliated? No.

6. Is over 70 per cent of your outstanding voting capital stock as well as over 70 per cent of the outstanding voting capital stock of another corporation or of other corporations owned or controlled by the same individual or partnership or by the same individuals or partnerships? No.

7. If the answer to questions 4, 5, and 6, or to any of them, is "yes," answer the following:

(a) Did the corporation file Affiliated Corporations Questionnaire, Form 819, for 1917 or subsequent taxable years? No. If the answer to this question is "yes," a questionnaire is not required, except under the circumstances described in question (b). If the answer to this question is "no," and the answer to questions 4, 5 and 6, or to any of them, is "yes," procure from the Collector of Internal Revenue for your district Form 819, which shall be filled in and filed as a part of this return. If the answer to this question is "no," question (b) need not be answered.

**PREDECESSOR BUSINESS.**

8. Did the corporation file a return under the same name for the preceding taxable period? No. If not, was the corporation in any way an outgrowth, result, continuation, or reorganization of a business or businesses in existence during this or the preceding taxable period? ..... If answer is "yes," give name and address of each predecessor business.

.....  
.....

**BASIS OF RETURN.**

9. Is this return made on the basis of actual receipts and disbursements? Yes. If not, describe fully what other basis or method was used in computing net income.....

.....  
.....

**AMORTIZATION.**

10. Has amortization been claimed? Yes. If the answer to this question is "yes," state for what year or years and the amount for each year. 1922.

## LIST OF ATTACHED SCHEDULES.

11. Enter below a list of all schedules accompanying this return, giving for each a brief title and the schedule number.
- Profit and loss statement.
- Balance sheet.

## AFFIDAVIT.

We, the undersigned, president and treasurer of the corporation for which this return is made, being severally duly sworn, each for himself deposes and says that this return, including the accompanying schedules and statements, has been examined by him and is, to the best of his knowledge and belief, a true and complete return made in good faith, for the taxable period as stated, pursuant to the Revenue Act of 1921 and the Regulations issued under authority thereof.

CECIL B. DEMILLE,

President.

NEIL S. McCARTHY, Sec.

Treasurer.

Sworn to and subscribed before me this 14 day of March, 1923.

(Seal.)

ROLAND W. MANUEL. ....

(Signature of officer administering oath.)

(Title.)

[418]

copy

Los Angeles, California,

March 13, 1923.

Cecil B. deMille Productions, Partnership,  
c/o McCarthy & Nolan,  
504 Pacific Finance Bldg.,  
Los Angeles, California.

Sir:

In response to your request of March 15, 1923, there is hereby granted an extension of thirty (30) days from March 15, 1923 in which to file your in-

come tax return for the year ended December 31, 1922. This extends the time for filing to April 14, 1923.

Your attention is respectfully called to article 1003 of Regulations 62, which reads in part as follows:

“Where the time for the payment of any installment of the tax is postponed at the request of the taxpayer, interest at the rate of 6 per cent per annum is added from the original due date.”

In order that you may receive the benefit of this extension, it is essential that a copy of this letter be attached to your return when filed in this office.

Respectfully,

COLLECTOR. [419]

STATEMENT OF PROFIT AND LOSS.

6/10/22 to 12/31/22.

INCOME

Weekly payments from Famous Players Lasky Corp. ....	\$188,500.00
Dividends received .....	640.00
Interest Income .....	1,971.83
Misc. Income, Rent of Props., Inc.....	3,957.61
	<hr/>
	\$195,069.44

## CONTRA

Salaries paid .....	110,460.00	
Amortization of contract.....	26,203.80	
Automobile expense .....	1,180.88	
Yacht expense .....	2,429.93	
Depreciation .....	2,256.09	
Interest paid .....	20.63	
Miscellaneous expense .....	641.87	
		<hr/>
TOTAL DEDUCTIONS .....		143,193.20
		<hr/>
NET OPERATING INCOME.....		51,876.24
Dividends paid .....		10,000.00
		<hr/>
BALANCE, profit and loss for period.....		41,876.24
		[420]

## BALANCE SHEET

AS AT DECEMBER 31, 1922.

## ASSETS.

## Cash in Banks

Commercial National Bank.....	35,611.91	
Security Trust & Savings Bank.....	2,612.13	

TOTAL CASH IN BANKS.....		\$ 38,224.04
--------------------------	--	--------------

## OTHER CURRENT ASSETS

Loans Receivable .....	127,875.95	
Stocks & securities.....	63,928.64	
Real Estate .....	10,000.00	201,804.59

## FIXED ASSETS

Scenarios—picture rights .....	10,000.00	
Props .....	31,516.50	
Furniture and Fixtures.....	1,120.47	
Less reserve for deprec....	110.25	1,010.22
		<hr/>
Automobiles .....	5,190.00	
Less reserve for depr.....	2,079.37	3,110.63
		<hr/>
Yacht—Seaward .....	48,189.47	
Less reserve for depr.....	1,425.00	46,764.47

TOTAL FIXED ASSETS.....		92,401.82
-------------------------	--	-----------



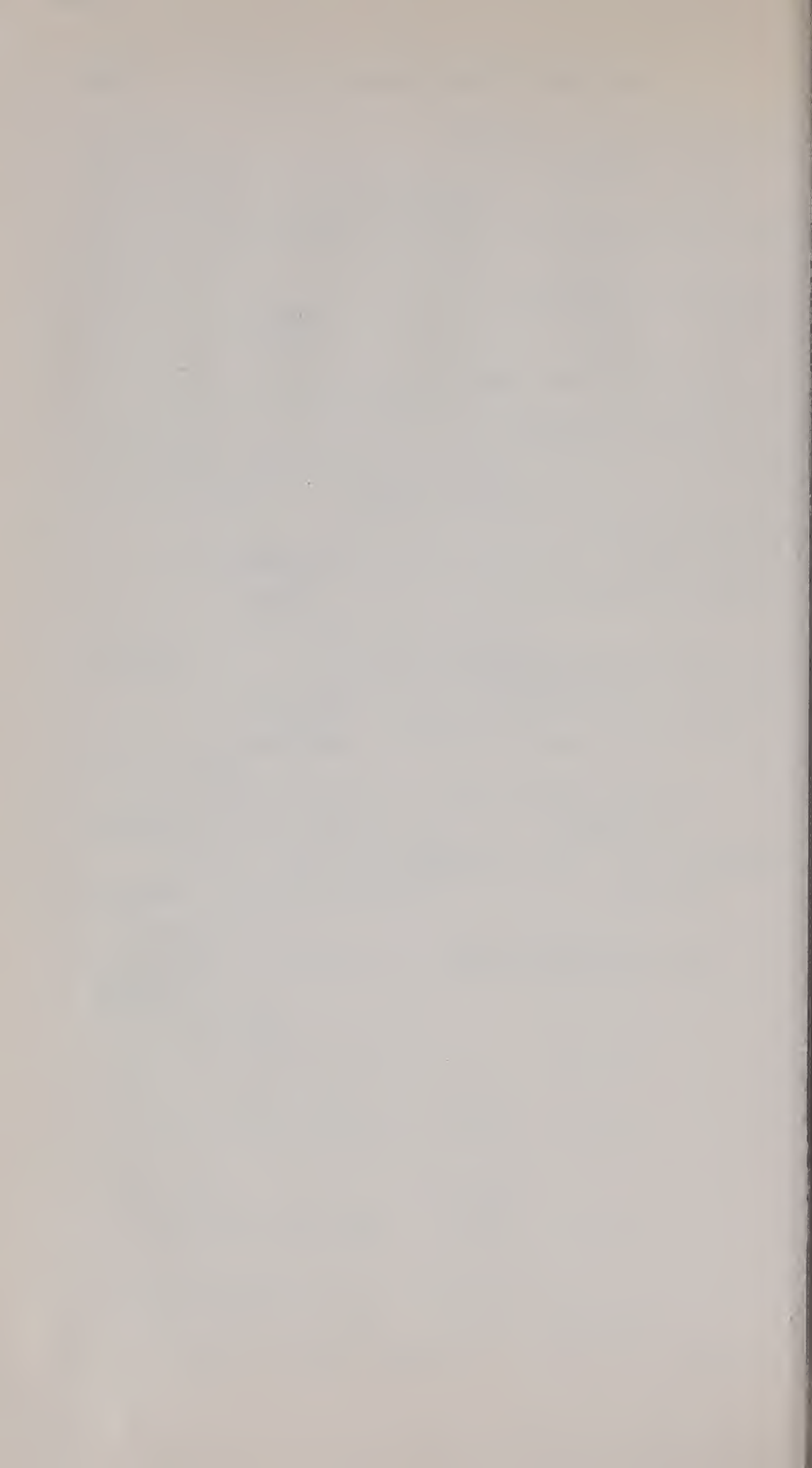
MISCELLANEOUS ASSETS

Contract—Famous		
Players .....	149,257.59	
Less reserve for amortizatn.	26,203.80	123,053.79
<hr/>		
Life insurance premiums		
paid .....		5,392.00
<hr/>		
Total Miscellaneous assets.....		128,445.79
<hr/>		
TOTAL ASSETS .....		460,876.24
<hr/> <hr/>		

LIABILITIES

Accounts payable		
Wm. deMille .....	11,500.00	
Central Investment Co.....	7,500.00	
<hr/>		
Total Accounts payable.....		19,000.00
CAPITAL AND SURPLUS		
Capital stock authorized.....	500,000.00	
Capital stock unissued.....	100,000.00	
<hr/>		
CAPITAL STOCK OUT-		
STANDING .....		400,000.00
Profit and loss, from 6/10/122 to		
12/31/22 .....		41,876.24
<hr/>		
TOTAL LIABILITIES .....		\$460,876.24

[421]



# CORPORATION INCOME TAX RETURN

## For Calendar Year 1923

Form 1180  
U. S. INTERNAL REVENUE  
Auditor's Stamp

File This Return With the Collector of Internal Revenue for Year District on or Before March 15, 1924

PRINT PLAINLY CORPORATION'S NAME AND BUSINESS ADDRESS

**Cecil B. De Mille Productions**  
(Name)  
1520 Vine Street  
(Street and Number)  
Los Angeles, California  
(For office and home)

405381

Date of Incorporation June, 1922  
Under the Laws of What State or Country California, U. S. A.

Form 1 of Returns  
(DO NOT WRITE IN THESE SPACES)  
SERIAL NUMBER

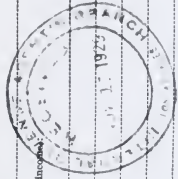
FILE CODE  
10

EXAMINED BY  
W. J. FIRST  
MAR 15 1924

RECEIVED  
COLLECTOR'S OFFICE  
LOS ANGELES OFFICE  
MAR 15 1924  
P. M. DIVISION 2

Check  800. Cert. of Ind.

KIND OF BUSINESS		Photoplay Productions		IS THIS A CONSOLIDATED RETURN?	
GROSS INCOME		Gross Income			
1. Gross Sales from Trading or Manufacturing, Less Returns and Allowances					
2. Less Cost of Goods Sold:					
(a) Inventory at beginning of year.					
(b) Merchandise bought for sale.					
(c) Cost of manufacturing of (b) (less production credits from Schedule A)					
(d) Total of lines (a), (b), and (c) set -		61,050.80			
(e) Less inventory at end of year.			61,050.80		
3. Gross Profit from Trading or Manufacturing (Item 1 minus Item 2)				276,939.20	
4. Gross Profit from Operations Other Than Trading or Manufacturing (less source of Income)					
(a) Admitted by <u>State</u> <u>1922</u>					
(b) Duit No.					
(c) LIST					
5. Interest on Bank Deposits, Notes, Mortgages, and Other Real Estate				2,848.69	
6. Rents				11,366.61	
7. Royalties					
8. Profit from Sale of Real Estate, Stocks, Bonds, and other Capital Assets (From Schedule D)				14,627.50	
(a)					
(b)					
(c)					
TOTAL				338,000.00	



307,662.00

DEDUCTIONS		Total Income in Items 3 to 10	
12. Compensation of Officers (From Schedule C)		127,500.00	
13. Rent on Business Property			
14. Repairs (From Schedule D)			
15. Interest			
16. Taxes (From Schedule E)		8,076.73	
17. Losses by Fire, Storm, etc. (From Schedule F)		2,037.99	
18. Bad Debts (From Schedule G)			
19. Dividends (From Schedule H)		1,500.00	
20. Depreciation (resulting from exhaustion, wear and tear, or obsolescence) (From Schedule I)		1,560.00	
21. Amortization of War Facilities		14,932.90	
22. Depletion of Mines, Oil and Gas Wells, Timber, etc.			
23. Other Deductions Not Reported Above. (Explain below, or on separate sheet):			
Maintenance & Repairs Real Estate Rented		7,002.82	
(a)			
(b)			
(c)			
(d)			
(e)			
(f)			
(g)			
(h)			
(i)			
TOTAL DEDUCTIONS IN ITEMS 12 TO 23			
NET INCOME (Item 11 minus Item 24)		152,601.44	
Net Income (Item 11 minus Item 24)		144,930.56	

### COMPUTATION OF TAX

26. Net Income (Item 25 above)	\$ 144,930.56	29. Income Tax (12 1/2% of Item 25)	\$ 18,116.32
27. Less Credit of \$2,000 (for a domestic corporation having a net income of less than \$25,250)		30. If the Net Income of a Domestic Corporation is Less Than \$25,250, Enter the Amount in Excess of \$25,000.	
28. Balance (Item 26 minus Item 27)	\$ 144,930.56	31. Total Tax (Item 29 plus Item 30)	\$ 18,116.32
32. Less: Income Tax Paid at Source (This credit can only be allowed to a nonresident foreign corporation)			
33. Income and Profits Taxes Paid to a Foreign Country or to a Possession of the United States by a domestic corporation			
34. Balance of Tax (Item 31 minus Items 32 and 33)			

An amended return must be marked "Amended" at top of return  
Checks and drafts will be accepted only if payable at bar

RECEIVED  
 COMMUNICATIONS  
 FILED  
 MAR 15 1924  
 306  
 16



Page 2 of Return.

SCHEDULE A—COST OF MANUFACTURING OR PRODUCING GOODS. (See Instruction 2.)

Items.	Amount.
Salaries, Artists & other employees.....	\$33,305.00
Auto. maintenance & operation.....	1,925.94
Yacht maintenance & operation.....	11,534.50
Miscellaneous Expenses .....	1,989.98
Amortization of Famous Players Contract.....	12,305.38
	\$61,060.80

SCHEDULE B.—PROFIT FROM SALE OF REAL ESTATE, STOCKS, BONDS, ETC. (See Instruction 8.)

1. Kind of Property.	2. Date Acquired.	3. Amount Received.	4. Depreciation.	5. Cost.	6. Value March 1, 1913.	7. Subsequent Improve-ments.	8. Net Profit. (Enter as Item 8.)
Stock .....	1921	\$10,000.00	\$ .....	\$ 8,200.00	\$.....	\$.....	\$ 1,800.00
Real Est. ....	1923	33,890.00	.....	20,600.00	.....	.....	13,290.00
Automobile .....	1921	700.00	687.50	1,650.00	.....	.....	262.50
TOTALS .....		\$44,590.00	\$687.50	\$30,450.00	\$.....	\$.....	\$14,827.50
Remarks .....							

SCHEDULE C.—COMPENSATION OF OFFICERS. (See Instruction 12.)

1. Name of Officer.	2. Official Title.	3. Time Devoted To Business.	Shares of Stock Owned.		6. Amount of Compensation (Enter as Item 12.)
			4. Common.	5. Preferred.	
Cecil B. De Mille.....	President	Entire	1800	.....	\$ 91,000.00
Constance A. De Mille..	Vice Pres.	Entire	1000	.....	20,800.00
Neil D. McCarthy.....	Secretary	Part	399	.....	10,400.00
John H. Fisher.....	Treasurer	Part	1	.....	5,300.00
Ella King Adams.....	.....	.....	800	.....	127,500.00

SCHEDULE D.—COST OF REPAIRS. (See Instruction 14.)

[Not filled out.]

SCHEDULE E.—TAXES PAID. (See Instruction 16.)

1. Items.	2. Amount. (Enter as Item 16.)
City, County and State.....	\$2,037.99

SCHEDULE F.—EXPLANATION OF LOSSES BY FIRE,  
STORM, ETC. (See Instruction 17.)

[Not filled out.]

SCHEDULE G.—BAD DEBTS. (See Instruction 18.)

1. Year.	2. Sales on Account.	3. Bad Debts.
1921 .....	\$.....	\$1,500.00

SCHEDULE H.—DIVIDENDS DEDUCTIBLE.

(See Instruction 19.)

1. Name of Corporation.	Amount of Dividends.	
	2. Domestic.	3. Foreign.
Commercial National Bank.....	\$ 150.00	\$.....
Famous Players-Lasky .....	800.00	.....
Grand Central Garage.....	600.00	.....
	\$1,550.00	\$.....

SCHEDULE I.—EXPLANATION OF DEDUCTION FOR DEPRECIATION. (See Instruction 20.)

1. Kind of Property. (If buildings, state material of which constructed.)	2. Date Acquired.	3. Age When Acquired.	4. Probable Life After Acquirement.	5. Cost, or Value March 1, 1913.	Amount of Depreciation Charged Off.	
					This year.	Previous years.
Automobiles .....	Sundry	.....	4 years	\$ 6,069.00	\$ 1,315.83	\$ 1,391.87
Building Plaster & Brick.....	4/1/1923	.....	20 years	95,000.00	3,562.50	None
Yacht .....	1922	.....	6 years	.....	9,924.50	1,425.00
Furniture & Fixtures.....	Sundry	.....	10 years	.....	130.07	110.25
					\$14,932.90	\$ 2,927.12

Attach a separate sheet if any of the above schedules do not provide sufficient space.

[Seal]

[423]

Page 3 of Return.

## SCHEDULE K.—BALANCE SHEETS. (See Instruction 26.)

Items.	Beginning of Taxable Period.		End of Taxable Period.	
	Amount.	Total.	Amount.	Total.
<b>ASSETS.</b>				
1. Cash .....		\$ 38,224.04		\$ 55,113.49
2. Notes receivable .....		127,875.95		36,431.40
3. Accounts receivable ...\$ .....			\$ .....	
Less reserve for bad debts .....				
4. Inventories:				
Raw materials .....\$ .....			\$ .....	
Work in process.....				
Finished goods .....				
Supplies .....				
.....				
.....				
5. Investments (describe fully):				
Stocks & Securities...\$ 63,928.64			\$ 93,066.50	
Real Estate .....	10,000.00	73,928.64	202,989.80	296,056.30
6. Loans (describe fully):				
.....\$ .....			\$ .....	
.....				
.....				
7. Deferred charges:				
Prepaid insurance—				
Life .....	\$ 5,392.00		\$ 10,784.00	
Prepaid taxes—				
Contract—				
Famous Players .....	123,053.79	128,445.79	110,748.41	121,532.41



Items	Beginning of Taxable Period.		End of Taxable Period.	
	Amount	Total	Amount	Total
8. Capital assets:				
Land .....		\$ .....	\$ .....	
Buildings .....	\$ .....		\$ .....	
Machinery and equipment .....	94,895.97		113,892.53	
Furniture and fixtures .....	1,120.47		1,300.72	
Delivery equipment.....	.....		.....	
.....	.....		.....	
.....	.....		.....	
	<u>\$ 96,016.44</u>		<u>\$115,193.25</u>	
Less reserves for de- preciation and de- pletion .....	3,614.62	92,401.82	14,297.52	100,895.73
9. Patents .....		.....		.....
10. Good will .....		.....		.....
11. Other assets (describe fully):				
.....	\$ .....		\$ .....	
.....	.....		.....	
.....	.....		.....	
.....	.....		.....	
12. Total Assets.....		<u>\$460,876.24</u>		<u>\$610,029.33</u>
LIABILITIES.				
13. Notes payable .....		\$ .....		\$ 33,672.64
14. Accounts payable .....		19,000.00		3,561.58
15. Accrued expenses (de- scribe fully):				
Interest .....	\$ .....		\$ 940.91	
.....	.....		.....	
.....	.....		.....	
				<u>940.91</u>
16. Other liabilities (describe fully):				
.....	\$ .....		\$ .....	
.....	.....		.....	
.....	.....		.....	
.....	.....		.....	

Items	Beginning of Taxable Period.		End of Taxable Period.	
	Amount	Total	Amount	Total
17. Capital stock:				
Preferred stock (less stock in treasury)...\$	.....		\$	.....
Common stock (less stock in treasury)...	.....	\$400,000.00	.....	\$400,000.00
18. Surplus .....	\$	.....	\$	31,876.24
19. Undivided profits .....	41,876.24	41,876.24	139,977.96	171,854.20
20. Total Liabilities .....		\$460,876.24		\$610,029.33

Remarks .....

.....

.....

.....

[Seal]

[424]

Page 4 of Return.

SCHEDULE L.—RECONCILIATION OF NET INCOME AND ANALYSIS OF CHANGES IN SURPLUS.

1. Net income from Item 25, page 1 of the return...\$144,930.56
2. Nontaxable income:
  - (a) Interest on obligations of the United States and its possessions .....
  - (b) Interest on obligations of States, Territories, and political subdivisions thereof.....
  - (c) Interest on Farm Loan Bonds issued under Federal Farm Loan Act.....
  - (d) Dividends deductible under Section 234(a) 6 of the Revenue Act of 1921..... 1,550.00
  - (e) Proceeds of life insurance policies paid upon the death of the insured.....
  - (f) Other items of nontaxable income (to be detailed) :
    - (1) .....
    - (2) .....
    - (3) .....
3. Charges against reserves for bad debts, if Item 18, page 1 of return, is not an addition to a reserve .....

4.	Charges against reserves for contingencies, etc. (to be detailed) :	
(a)	.....	.....
(b)	.....	.....
(c)	.....	.....
5.	Total of Lines 1 to 4, inclusive.....	\$146,480.56
6.	Total from Line 14.....	6,502.60
7.	Net profit for year as shown by books, before any adjustments are made therein (Line 5 minus Line 6) .....	\$139,977.96
8.	Surplus and undivided profits as shown by bal- ance sheet at close of preceding taxable period .....	.....
9.	Other credits to surplus (to be detailed) :	
(a)	.....	.....
(b)	.....	.....
(c)	.....	.....
10.	Total of Lines 7 to 9, inclusive.....	\$ .....
11.	Total from Line 17.....	.....
12.	Surplus and undivided profits as shown by balance sheet at close of taxable period (Line 10 minus Line 11).....	\$ .....
13.	Unallowable deductions:	
(a)	Donations, gratuities, and contributions.....	\$ .....
(b)	Income and profits taxes paid to the United States, and so much of such taxes paid to its possessions or foreign countries as are claimed as a credit in Item 33, page 1 of the return .....	6,502.60
(c)	Special improvement taxes tending to in- crease the value of the property assessed .....	.....
(d)	Furniture and fixtures, additions, or better- ments treated as expenses on the books.....	.....
(e)	Replacements and renewals.....	.....
(f)	Insurance premiums paid on the life of any officer or employee where the corporation is directly or indirectly a beneficiary.....	.....

(g)	Interest on indebtedness incurred or continued to purchase or carry obligations or securities (except Victory 3¾% notes, originally subscribed for the corporation), the interest upon which is wholly exempt from taxation .....	\$ .....
(h)	Additions to reserves for bad debts which are not included in Item 18, page 1 of return .....	.....
(i)	Additions to sinking fund reserve, and reserves for bad debts and other contingencies (to be detailed):	.....
	(1) .....	.....
	(2) .....	.....
	(3) .....	.....
(j)	Other unallowable deductions (to be detailed):	.....
	(1) .....	.....
	(2) .....	.....
	(3) .....	.....
<hr/>		
14.	Total of Line 13.....	\$ 6,502.60
15.	Dividends paid during the taxable period (state whether paid in cash, stock of this company, or other property):	.....
	(a) Date paid, Jan. Character, Cash.....	\$ 10,000.00
	(b) Date paid..... Character.....	.....
	(c) Date paid..... Character.....	.....
	(d) Date paid..... Character.....	.....
16.	Other debits to surplus (to be detailed):	.....
	(a) .....	.....
	(b) .....	.....
	(c) .....	.....
<hr/>		
17.	Total of Lines 15 and 16.....	\$ 10,000.00

QUESTIONS.

KIND OF BUSINESS.

[Not filled out.]

3. Answers:

- (a) General class (use key letter designation) C.
- (b) Main income-producing business (give specifically the information called for under each key letter, also whether acting as principal, or as agent on commission; state if inactive or in liquidation) Motion Picture Production.

AFFILIATIONS WITH OTHER CORPORATIONS.

(To Be Answered By Every Corporation.)

4. Does the corporation own directly or control through closely affiliated interests or by a nominee or nominees over 70 per cent of the outstanding voting capital stock of another corporation or of other corporations? No.

5. Is over 70 per cent of your outstanding voting capital stock owned by another corporation or by two or more corporations that are affiliated? .....

6. Is over 70 per cent of your outstanding voting capital stock as well as over 70 per cent of the outstanding voting capital stock of another corporation or of other corporations owned or controlled by the same individual or partnership or by the same individuals or partnerships? No.

7. If the answer to questions 4, 5, and 6, or to any of them, is "yes," answer the following:

(a) Did the corporation file Affiliated Corporations Questionnaire, Form 819, for 1917 or subsequent taxable years? No. If the answer to this question is "yes," a questionnaire is not required, except under the circumstances described in question (b). If the answer to this question is "no," and the answer to questions 4, 5, and 6, or to any of them, is "yes," procure from the Collector of Internal Revenue for your district, Forms 851, 852, and 853, Affiliations Schedules 1, 2, and 3, which shall be filled in and filed as a part of this return. If the answer to this question is "no," question (b) need not be answered.

(b) Did substantially the same conditions, as are set out in the questionnaire filed for 1922 or prior years, obtain during

the entire calendar year ended in 1923?.....

If the answer to this question is "no," a statement, setting forth the particulars in which the situation has changed, should be attached to and made a part of this return. If there have been substantial changes in stockholdings, a complete schedule of such changes should be submitted on Form 853, Affiliations Schedule 3. If there are companies other than those covered by the questionnaire for 1922 or prior years which, applying the tests contained in questions 4, 5, or 6, may have come into the affiliated group since 1922, Forms 851, 852, and 853 are required for the entire group for the taxable period.

(c) Did the corporation elect to file a consolidated return for this and subsequent years? No.

(d) Did the corporation file a consolidated return for the preceding taxable period? No. If the answer is "yes," when did such taxable period begin?.....

#### PREDECESSOR BUSINESS.

8. Did the corporation file a return under the same name for the preceding taxable period? Yes. If not, was the corporation in any way an outgrowth, result, continuation, or reorganization of a business or businesses in existence during this or the preceding taxable period?..... If answer is "yes," give name and address of each predecessor business.

.....

.....

#### BASIS OF RETURN.

9. Is this return made on the basis of actual receipts and disbursements? No. If not, describe fully what other basis or method was used in computing net income? Accrued.

#### AMORTIZATION.

10. Has amortization been claimed? Yes. If the answer to this question is "yes," state for what year or years and the amount for each year: 1922—\$26,203.80; 1923—\$12,305.38. Contract with Famous Players-Lasky.

LIST OF ATTACHED SCHEDULES.

[Not filled out.]

AFFIDAVIT.

We, the undersigned, president and treasurer of the corporation for which this return is made, being severally duly sworn, each for himself deposes and says that this return, including the accompanying schedules and statements, has been examined by him and is, to the best of his knowledge and belief, a true and complete return made in good faith, for the taxable period as stated, pursuant to the Revenue Act of 1921 and the Regulations issued under authority thereof.

Sworn to and subscribed before me this 11th day of March, 1924.

CECIL B. deMILLE PRODUC-  
TIONS, INC.,

[Seal]

By CECIL B. deMILLE,

President.

By JOHN H. FISHER,

Treasurer.

[Seal]

GLADYS ROSSON

(Signature of officer administering oath.)

Notary Public in and for the County of  
Los Angeles, State of California.

(Title)

My commission expires June 12, 1927.

[425]

Form NP-2

TREASURY DEPARTMENT  
Washington

[Insignia]

Office of Commissioner of Internal Revenue

IT:FAR:A6

OAB

Oct. 28, 1927

Cecil B. DeMille Productions Incorporated,  
Culver City, California.

Sirs:

The determination of your income tax liability for the taxable year 1923, discloses a deficiency in tax amounting to \$3,066.86, as shown in the attached statement.

In accordance with the provisions of Section 274 of the Revenue Act of 1926, you are allowed 60 days from the date of mailing of this letter within which to file a petition for the redetermination of this deficiency. Any such petition must be addressed to the United States Board of Tax Appeals, Earle Building, Washington, D. C., and must be mailed in time to reach the Board within the 60-day period, not counting Sunday as the sixtieth day.

Where a taxpayer has been given an opportunity to file a petition with the United States Board of Tax Appeals and has not done so within the 60 days prescribed and an assessment has been made, or where a taxpayer has filed a petition and an assessment in accordance with the final decision on such petition has been made, the unpaid amount of the



assessment must be paid upon notice and demand from the Collector of Internal Revenue. No claim for abatement can be entertained.

If you acquiesce in this determination and do not desire to file a petition with the United States Board of Tax Appeals, you are requested to execute a waiver of your right to file a petition with the United States Board of Tax Appeals on the inclosed Form A, and forward it to the Commissioner of Internal Revenue, Washington, D. C., for the attention of IT:FAR:A6:OAB-60D.

In the event that you acquiesce in a part of the determination, the waiver should be executed with respect to the items to which you agree.

Respectfully,

D. H. BLAIR,

Commissioner.

By (Signed) C. B. ALLEN,

Assistant to the Commissioner.

Deputy Commissioner.

MAH-2 OAB. 10/26/27

Inclosures:

Statement L C J

Form A

Form 882. [426]

## STATEMENT

IT:FAR:A6

OAB

In re: Cecil B. DeMille Productions  
 Incorporated,  
 Culver City, California.

Year 1923.

Deficiency in Tax, \$3,066.86.

Net income, return		\$144,930.56
Additions:		
Amortization of contract	\$12,305.38	
Rent from yacht	10,729.50	
Bad debts	1,500.00	24,534.88
		<hr/>
Adjusted net income		\$189,465.44

1. Inasmuch as the cost to the corporation of the F. P. L. Contract has not been established no value has been allowed for amortization purposes.

2. Rent due from an officer of your corporation for private use of corporation assets, constitutes taxable income, and the rent due on the yacht, "Seaward" has been restored to income.

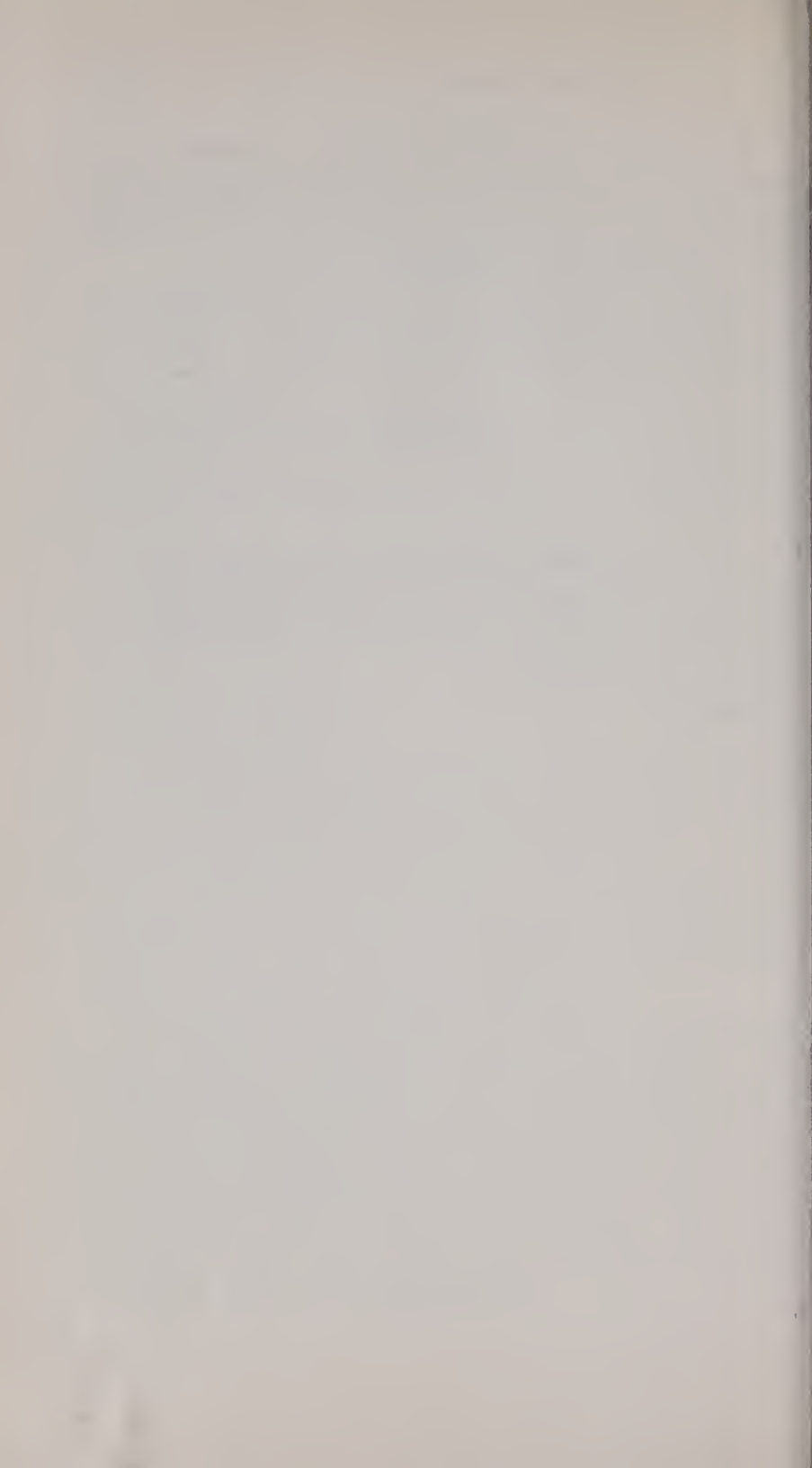
3. Losses claimed under bad debts, representing loans made to Richard Carver (\$1,000.00) and Mildred Harris (\$500.00) have been disallowed for the reason that it is acknowledged that at the time the money was advanced, no thought of recovery was entertained. The Unit is of the opinion that this loan is in the nature of a gift, and not allowable under Article 50, Regulations 62.

The loan to Miss Harris was not evidenced by a note, and since there is no evidence that any attempt has ever been made toward collection of this loss, same has been disallowed.

Adjusted net income	\$169,465.44
Tax liability 12½%	\$21,183.18
Original tax	18,116.32
	<hr/>
Deficiency	\$3,066.86
	[427]

Payment of this tax should not be made until a bill is received from the Collector of Internal Revenue for your district, and remittance should then be made to him. [428]

MAH—2



# CORPORATION INCOME TAX RETURN For Calendar Year 1924

This Return with the Collector of Internal Revenue for Year Debited on or Before March 15, 1925

PRINT PLAINLY CORPORATION'S NAME AND BUSINESS ADDRESS

Cecil B. de Mille Productions, Inc.  
(Name)

De Mille Studio  
(Street and Number)

Los Angeles, Calif.  
(Post office and State)

June 10, 1924.  
Date

Under the Laws of What State or Country California.  
State

File No.

Serial Number

Exemption

(Contributor's Stamp)

**KIND OF BUSINESS**

IS THIS A CONSOLIDATED RETURN?

Under the Laws of What State or Country California.

**GROSS INCOME**

Less Returns and Allowances

1. Gross Sales from Trading or Manufacturing, Less Returns and Allowances

2. Less Cost of Goods Sold:

(a) Inventory at beginning of year.

(b) Merchandise bought for sale.

(c) Cost of manufacturing or otherwise producing goods (From Schedule A).

(d) Total of lines (a), (b), and (c)

(e) Less inventory at end of year.

3. Gross Profit from Trading or Manufacturing (Item 1 minus Item 2)

4. Gross Profit from Operations Other Than Trading or Manufacturing. (State source of income):

(a) Contract with Famous Players-Lasky Corp.

(b)

(c)

5. Interest on Bank Deposits, Notes, Mortgages, and Corporation Bonds.

6. Rents.

7. Royalties and stock adjustments

8. Profit from Sale of Real Estate, Stocks, Bonds, and other Capital Assets (From Schedule D)

9. Dividends on Shares of Domestic Corporations

10. Other Income (Including dividends received on stock of foreign corporations). (State nature of income):

(a) Div. sales from stock

(b) Discounts

(c) Adjustments of accounts payable

TOTAL INCOME IN ITEMS 3 TO 10

11. TOTAL INCOME IN ITEMS 3 TO 10

**DEDUCTIONS**

12. Compensation of Officers (From Schedule C)

13. Rent on Business Property.

14. Repairs (From Schedule D) and Legal Estate Expense

15. Interest

16. Taxes (From Schedule E)

17. Losses by Fire, Storm, etc. (From Schedule F)

18. Bad Debts (From Schedule G)

19. Dividends (From Schedule H)

20. Depreciation (resulting from exhaustion, wear and tear, or obsolescence) (From Schedule I)

21. Depletion of Mines, Oil and Gas Wells, Timber, etc.

22. Other Deductions Not Reported Above. (Explain below, or on separate sheet):

(a) Salaries and wages. (Not included in item 2, 12, or 14 above)

(b) Yacht Expense

(c) Legal expense

(d) Loss on stock sold short

(e) Automobile expense

(f) Misc. Expense

TOTAL DEDUCTIONS IN ITEMS 12 TO 22

NET INCOME (Item 11 minus Item 23)

23. NET INCOME (Item 11 minus Item 23)

24. NET INCOME (Item 11 minus Item 23)

25. Net Income (Item 24 above)

26. Less Credits of \$2,000 (for a domestic corporation having a net income of less than \$25,250)

27. Balance (Item 25 minus Item 26)

31. Less: Income Tax Paid at Source. (This credit can only be allowed to a nonresident foreign corporation)

32. Income and Profits Taxes Paid to a Foreign Country or to a Possession of the United States by a domestic corporation

33. Balance of Tax (Item 30 minus Items 31 and 32)

**COMPUTATION OF TAX**

102,457.47

28. Income Tax (12 1/2% of Item 27)

29. If the Net Income of this Corporation is Less Than \$25,250, Enter the Amount in Excess of \$25,000.

102,457.47

30. Total Tax (Item 28 plus Item 29)

308,639.03

102,457.47

12,807.16

12,807.16

12,807.16

An amended return must be marked "Amended" at top of return

Checks and drafts will be accepted only if payable at year-end

POSTING  
APR 18 1925  
DATE

04-19-25  
Prop. Dist  
Filed 3-17-25

CALIFORNIA  
District No. 9, District

52995

157,599.66

By Dan

411,096.50

529



Page 2 of Return.

SCHEDULE A—COST OF MANUFACTURING OR PRODUCING GOODS (See Instruction 2)

[Not filled out.]

SCHEDULE B—PROFIT FROM SALE OF REAL ESTATE, STOCKS, BONDS, ETC. (See Instruction 8)

1. Kind of Property	2. Date Acquired	3. Amount Received	4. Depreciation Previously Allowed	5. Cost	6. Value as of March 1, 1913	7. Subsequent Improvements	8. Net Profit (Enter as Item 8)
Benton-Way—Real Estate .....	1923	\$53,333.32	\$ —	\$22,284.31	\$ —	\$ —	\$31,049.01
N. E. Subdivision—Lot.....	1922	5,500.00	—	614.40	—	—	4,888.60
“Classmates” picture rights.....	1922	4,555.80	—	2,500.00	—	—	2,055.80
State how property was acquired.....							\$37,993.41

SCHEDULE C—COMPENSATION OF OFFICERS (See Instruction 12)

1. Name of Officer	2. Official Title	3. Time Devoted to Business	4. Shares of Stock Owned		6. Amount of Compensation (Enter as Item 12)
			Common	5. Preferred	
Cecil B. de Mille.....	Pres.	all	2199	.....	\$ 78,000.
Constance A. de Mille.....	V. Pres.	all	1000	.....	24,700.
Mrs. Ella King Adams.....	2d V. Pres.	all	800	.....	15,600.
John H. Fisher.....	Secy & Treas.	all	1	.....	5,200.
					<hr/> \$123,500.



SCHEDULE D—COST OF REPAIRS (See Instruction 14)

See schedule attached.

SCHEDULE E—TAXES PAID (See Instruction 16)

1. Items	2. Amount (Enter as Item 16)
City & County on Real Estate.....	\$ 9,119.85
State Tax on Gasoline & License.....	44.00
State Franchise .....	445.00
Federal Stamp Tax.....	55.50
"    Capital stock .....	973.00
"    Special on Yacht.....	424.00
	\$11,061.35

SCHEDULE F—EXPLANATION OF LOSSES BY FIRE,  
STORM, ETC. (See Instruction 17)

1. Kind of Property	2. Date Acquired	3. Cost	4. Value as of March 1, 1913	5. Subsequent Improvements	6. Depreciation Previously Allowed	7. Insurance and Salvage Value	8. Net Loss (Enter as Item 17)
Gold bracelet.....	1922	\$150.00	\$ —	\$ —	\$ —	\$ —	\$150.00
(Either lost or stolen)							
State how property was acquired.....							

SCHEDULE G—BAD DEBTS (See Instruction 18)

1920—See schedule attached.

SCHEDULE H—DIVIDENDS DEDUCTIBLE

(See Instruction 19)

1920—See schedule attached.

SCHEDULE I—EXPLANATION OF DEDUCTION FOR  
DEPRECIATION (See Instruction 20)

See schedule attached.

[Seal.]

Attach a separate sheet if any of the above schedules do not  
provide sufficient space.

[430]

Page 3 of Return.

SCHEDULE K—BALANCE SHEETS (See Instruction 25)

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
<b>ASSETS</b>				
1. Cash .....		\$ 54,272.06		\$ 58,195.02
2. Notes receivable .....		31,640.00		18,337.01
3. Accounts receivable.....\$ .....		4,382.22	\$ .....	20,399.79
Less reserve for bad debts .....				
4. Inventories:				
Raw materials .....\$ .....			\$ .....	
Work in process.....				
Finished goods .....				
Supplies .....				
Props—Jewels, etc.....	31,678.50		33,028 50	
Life Insurance premiums .....	10,784.00	42,462.50	10,784.00	43,812.50
5. Investments:				
Obligations of a State, Territory, or any po- litical subdivision thereof, or the Dis- trict of Columbia.....\$	2,021.20		\$ 2,021.20	
Securities issued un- der the Federal Farm Loan Act, or under such Act as amended .....				
Obligations of the United States or its possessions .....		2,021.20		2,021.20

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
6. Loans (describe fully):				
.....	\$ .....		\$ .....	
.....	.....		.....	
.....	.....		.....	
7. Deferred charges:				
Prepaid insurance .....	\$ .....		\$ .....	
Prepaid taxes .....	.....		.....	
Rentals receivable .....	.....		.....	66.75
8. Capital assets:				
Land .....		212,216.80		355,485.77
Buildings .....	\$123,291.68		\$131,024.52	
Machinery and equip- ment—yacht .....	66,145.03		67,962.43	
Furniture and fixtures .....	1,300.72		1,651.45	
Delivery equipment.....	6,069.00		7,869.00	
[Illegible] contract .....	149,257.59		149,257.59	
Picture rights .....	10,000.00		7,500.00	
	\$356,064.02		\$365,264.99	
Less reserves for de- preciation and deple- tion .....	56,369.20	299,694.82	128,215.92	237,049.07
9. Patents .....				
10. Good will .....				
11. Other assets (describe fully):				
Stock in domestic corp. ....	\$ 82,036.52		\$117,573.18	
Certificates of inter- est—Syn. ....	26,500.00		29,511.54	
Bonds—Domestic .....	3,000.00		3,000.00	
Bonds—Foreign .....	1,008.78	112,545.30	1,008.78	151,093.50
12. Total Assets .....		\$759,234.90		\$886,460.61

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
<b>LIABILITIES</b>				
13. Notes payable .....		\$181,767.09		\$214,694.45
14. Accounts payable .....		2,310.97		12,108.50
15. Accrued expenses (de- scribe fully) :				
Interest .....	\$ 3,302.64		\$ 1,320.40	
.....		3,302.64		1,320.40
16. Other liabilities (de- scribe fully) :				
.....	\$ .....		\$ .....	
.....				
.....				
.....				
17. Capital stock :				
Preferred stock (less stock in treasury).....	\$ .....		\$ .....	
Common stock (less stock in treasury).....	400,000.00	400,000.00	400,000.00	400,000.00
18. Surplus .....	\$ .....		\$ .....	
19. Undivided profits .....		171,854.20		258,337.26
20. Total Liabilities...		\$759,234.90		\$886,460.61

Remarks .....

.....

.....

.....

Page 4 of Return.

SCHEDULE L—RECONCILIATION OF NET INCOME AND ANALYSIS OF CHANGES IN SURPLUS.

1. Net income from Item 24, page 1 of the return.....	\$102,457.47
2. Nontaxable income:	
(a) Interest on obligations of a State, Territory, or any political subdivision thereof, or the District of Columbia.....	142.50
(b) Interest on securities issued under the Federal Farm Loan Act, or under such Act as amended .....	.....
(c) Interest on obligations of the United States or its possessions.....	.....
(d) Dividends deductible under Section 234(a) 6 of the Revenue Act of 1924.....	4,924.41
(e) Proceeds of life insurance policies paid upon the death of the insured.....	.....
(f) Other items of nontaxable income (to be detailed):	
(1) .....	.....
(2) .....	1,085.00
(3) .....	.....
3. Charges against reserve for bad debts, if Item 18, page 1 of return, is not an addition to a reserve .....	.....
4. Charges against reserves for contingencies, etc. (to be detailed):	
(a) .....	.....
(b) .....	.....
(c) .....	.....
5. Total of Lines 1 to 4, inclusive.....	\$108,609.38
6. Total from Line 14.....	18,126.32
7. Net profit for year as shown by books, before any adjustments are made therein (Line 5 minus Line 6).....	\$ 90,483.06
8. Surplus and undivided profits as shown by balance sheet at close of preceding taxable year.....	171,854.20

9. Other credits to surplus (to be detailed):	
(a) .....	.....
(b) .....	.....
(c) .....	.....
10. Total of Lines 7 to 9, inclusive.....	\$262,337.26
11. Total from Line 17.....	4,000.00
12. Surplus and undivided profits as shown by balance sheet at close of taxable year (Line 10 minus Line 11).....	\$258,337.26
13. Unallowable deductions:	
(a) Donations, gratuities, and contributions.....	10.00
(b) Income and profits taxes paid to the United States, and so much of such taxes paid to its possessions or foreign countries as are claimed as a credit in Item 32, page 1 of the return .....	18,116.32
(c) Special improvement taxes tending to increase the value of the property assessed.....	.....
(d) Furniture and fixtures, additions, or betterments treated as expenses on the books.....	.....
(e) Replacements and renewals.....	.....
(f) Insurance premiums paid on the life of any officer or employee where the corporation is directly or indirectly a beneficiary.....	.....
(g) Interest on indebtedness incurred or continued to purchase or carry obligations or securities (other than obligations of the United States issued after September 24, 1917, and originally subscribed for by the corporation) the interest upon which is wholly exempt from taxation.....	.....
(h) Additions to reserve for bad debts which are not included in Item 18, page 1 of return .....	.....
(i) Additions to reserves for contingencies, etc. (to be detailed):	
(1) .....	.....
(2) .....	.....
(3) .....	.....

- (j) Other unallowable deductions (to be detailed):
  - (1) .....
  - (2) .....
  - (3) .....
  
- 14. Total of Line 13.....\$ 18,126.32
  
- 15. Dividends paid during the taxable year (state whether paid in cash, stock of this company, or other property):
  - (a) Date paid..... Character.....\$ 4,000.00
  - (b) Date paid..... Character.....
  - (c) Date paid..... Character.....
  - (d) Date paid..... Character.....
  
- 16. Other debits to surplus (to be detailed):
  - (a) .....
  - (b) .....
  - (c) .....
  
- 17. Total of Lines 15 and 16.....\$ 4,000.00

QUESTIONS.

KIND OF BUSINESS.

3. Answers:

- (a) General class (use key letter designation) "C".
- (b) Main income-producing business (give specifically the information called for under each key letter, also whether acting as principal, or as agent on commission; state if inactive or in liquidation). Motion Picture Producers acting as principal.

AFFILIATIONS WITH OTHER CORPORATIONS.

SEE INSTRUCTION 38.

- 4. Does the corporation own 95 per cent or more of the outstanding voting capital stock of another domestic corporation or of other corporations? No.
- 5. Is over 95 per cent or more of your outstanding voting capital stock owned by another corporation? No.

6. Is 95 per cent or over of your outstanding voting capital stock as well as 95 per cent or over of the outstanding voting capital stock of another corporation or of other corporations owned or controlled by the same individual or partnership or by the same individuals, partnerships, or corporations in substantially the same proportion? No.

7. If the answer to questions 4, 5, and 6, or to any of them, is "yes," answer the following:

[Not filled out.]

#### PREDECESSOR BUSINESS.

8. Did the corporation file a return under the same name for the preceding taxable year? Yes. If not, was the corporation in any way an outgrowth, result, continuation, or reorganization of a business or businesses in existence during this or the preceding taxable year? ..... If answer is "yes," give name and address of each predecessor business.

.....

.....

#### BASIS OF RETURN.

9. Is this return made on the basis of actual receipts and disbursements? Yes. If not, describe fully what other basis or method was used in computing net income.

.....

.....

#### LIST OF ATTACHED SCHEDULES.

10. Enter below a list of all schedules accompanying this return, giving for each a brief title and the schedule number. The name and address of the taxpayer should be placed on each separate schedule accompanying the return.

Item	6—Rents .....	Schedule "A"
"	14—Repairs .....	Schedule "D"
"	18—Bad debts .....	" "G"
"	19—Dividends .....	" "H"
"	20—Depreciation .....	" "I"
"	22—(b) Yacht Expense .....	" "J"
"	22—(f) Miscel. " .....	" "K"



AFFIDAVIT.

We, the undersigned, president and treasurer of the corporation for which this return is made, being severally duly sworn, each for himself deposes and says that this return, including the accompanying schedules and statements, has been examined by him and is, to the best of his knowledge and belief, a true and complete return made in good faith, for the taxable year as stated, pursuant to the Revenue Act of 1924 and the Regulations issued under authority thereof.

CECIL B. deMILLE,  
President.

GLADYS ROSSON,  
Asst. Sec'y

Sworn to and subscribed before me this 15th day of April, 1925.

[Seal]

I. F. DAWSON, Notary Public.

(Signature of officer administering oath)  
(Title)

My commission expires May 8, 1927.

[432]

(Postal Telegraph)

TELEGRAM.

(Copy)

Washington D C March 13 25

Mr. John H. Fisher,  
DeMille Studios,  
Culver City, Calif.

Extension April fifteen granted complete return of Cecil B. De Mille Constance A. De Mille and Cecil B. De Mille Productions Inc. calendar year 1924 provided tentative terms filed showing only name and address and estimated tax and payment made one-fourth tax by March seventeen. Any defi-

ciency first installment will bear interest six per cent per annum from original due date. Attach copy this telegram tentative and completed returns. By direction Commissioner.

F. G. BRIGHT—Deputy Commissioner.

[433]

THE POSTAL TELEGRAPH-CABLE  
COMPANY

[Terms and Conditions, Classes of Service]

[434]

SCHEDULE "A"

Item 6

Rent

Laughlin Park—dwelling .....	\$ 7,200.00
1628 Vine St. ....	817.49
Fernangeles stores .....	445.17
Highland Ave.—dwelling .....	2,066.75
Props.—jewels, etc. ....	1,305.00
Camera Equip. ....	1,325.00
Hollywood Blvd.—lot .....	90.00
Sunset Blvd.—lot .....	37.48
Sunset & Cahuenga—lot.....	22.18
	<hr/>
Total.....	\$13,309.07

[435]

## SCHEDULE "D"

## Item 14

## Repairs &amp; Expense

Labor for gardeners, caretakers, etc.....	\$7,100.00
Insurance, water, light, repairs.....	5,191.33
	<hr/>
Total.....	\$12,291.33

This item is offset by the rentals seen in Schedule "A". [436]

## SCHEDULE "G"

## Item 18

## Bad Debts

Aviation Securities Co. ....	\$6,600.00
Sylvia Fairbanks .....	110.00
G. L. Pendleton .....	60.00
A. G. Wilson .....	22.48
	<hr/>
	\$6,792.48

The Aviation Securities Co. was declared bankrupt in 1924. All other items are wholly uncollectable. [437]

## SCHEDULE "H"

## Item 19

## Dividends Received

Grand Central Garage .....	\$1,000.00
Central Investment Co. ....	1,869.00
Baucitaly .....	100.00
Commercial Nat. Bank .....	195.00
Famous Players Lasky .....	1,000.00
Southern Glass Co. ....	600.00
Theater Magazine Co. ....	37.91
American Commercial Bank .....	122.50
<b>Total</b> .....	<b>\$4,924.41</b>

[438]

## SCHEDULE "I"

## Item 20

## Depreciation

Kind of Property	Date Acquired	Age	Life	Cost	Previous Year	This Year
Dwelling—Frame	1923	5 yrs.	20	\$ 95,000.00	\$ 3,562.50	\$ 4,750.00
“ “	1923	new	20	6,243.57	“	156.09
“ “	1923	5	20	23,625.01	“	1,181.25
“ “	1923	5	20	4,666.67	“	233.33
Fur. & Fix.	1922	new	10	1,597.85	240.32	159.79
Automobiles	1922	new	4	6,069.00	2,707.70	1,517.25
Ranch Implements	1923	new	5	1,817.40	1/2 yr.	187.10
Yacht	1922	new	6%	66,145.03	11,349.50	9,921.75
Contract	1922			149,257.59	38,509.18	52,240.16
Scenarios	1922		5	7,500.00	—	1,500.00
<b>Total</b> .....						<b>\$71,846.72</b>
						56,369.20

The above contract was to have run for five years but was later changed to terminate on sixty days' notice. This clause raised the basis for amortization up to 35% for 1924.

[439]

## SCHEDULE "J"

Item 22-(b)

## Yacht Expense.

Labor, material, supplies, repairs.....	\$17,967.93
Less rentals to other producers.....	3,250.00
	<hr/>
Net.....	\$14,717.93

This is not a pleasure craft, but a part of the studio equipment for the production of "Sea scenes". It is subjected to the severest test of strength and endurance, hence, the expense of up-keep is often disproportionate. A crew is maintained at all times. It is sometimes leased to other producers for similar purposes. [440]

## SCHEDULE "K"

Item 22 (f)

## Miscellaneous

## Expenses

Traveling Expense .....	\$1,127.86
Publicity .....	1,766.10
Legal Fees .....	756.00
Commissions .....	500.00
Audit .....	203.00
Stationery .....	125.76
Dues and Subscriptions .....	124.55
Rent of safety box.....	75.00
Executive Entertainment .....	9.50
Sundry Expenses .....	23.02
	<hr/>
Total.....	\$4,710.79

[441]



# CORPORATION INCOME TAX RETURN For Calendar Year 1924

*(File This Return with the Collector of Internal Revenue for Your District on or Before March 15, 1925)*

PRINT PLAINLY CORPORATION'S NAME AND BUSINESS ADDRESS

Gecil B. de Mille Product's Inc.,  
(Name)

deMille Studio

(Street and Number)

501-1/2 Ave. California

(Post office and State)

Date of Incorporation.....

Under the Laws of What State or Country.....

MAK 16 1925

COLLECTOR OF INT. REV.  
U. S. DEPARTMENT OF TREASURY

KIND OF BUSINESS

IS THIS A CONSOLIDATED RETURN?

## GROSS INCOME

1. Gross Sales from Trading or Manufacturing, Less Returns and Allowances
2. Less Cost of Goods Sold:
 

(a) Inventory at beginning of year.....	\$				
(b) Merchandise bought for sale.....	\$				
(c) Cost of manufacturing or otherwise producing goods (From Schedule A).....	\$				
(d) Total of lines (a), (b), and (c).....	\$				
(e) Less inventory at end of year.....	\$				
3. Gross Profit from Trading or Manufacturing (Item 1 minus Item 2).....
4. Gross Profit from Operations Other Than Trading or Manufacturing. (State source of income):
 

(a).....	\$				
(b).....	\$				
(c).....	\$				
5. Interest on Bank Deposits, Notes, Mortgages, and Corporation Bonds.....
6. Rents.....
7. Royalties.....
8. Profit from Sale of Real Estate, Stocks, Bonds, and other Capital Assets (From Schedule B).....
9. Dividends on Stock of Domestic Corporations.....
10. Other Income (including dividends received on stock of foreign corporations). (State source of income):
 

(a).....	\$				
(b).....	\$				
(c).....	\$				

11. TOTAL INCOME IN ITEMS 3 TO 10.....

## DEDUCTIONS

12. Compensation of Officers (From Schedule C).....
13. Rent on Business Property.....
14. Repairs (From Schedule D).....
15. Interest.....
16. Taxes (From Schedule E).....
17. Losses by Fire, Storm, etc. (From Schedule F).....
18. Bad Debts (From Schedule G).....
19. Dividends (From Schedule H).....
20. Depreciation (resulting from exhaustion, wear and tear, or obsolescence) (From Schedule I).....
21. Depletion of Mines, Oil and Gas Wells, Timber, etc.....
22. Other Deductions Not Reported Above. (Explain below, or on separate sheet):
 

(a) Salaries and wages. (Not included in Item 2, 12, or 14 above).....	\$				
(b).....	\$				
(c).....	\$				
(d).....	\$				
(e).....	\$				
(f).....	\$				

23. TOTAL DEDUCTIONS IN ITEMS 12 TO 22.....

24. NET INCOME (Item 11 minus Item 23).....

## COMPUTATION OF TAX

25. Net Income (Item 24 above).....
26. Less Credit of \$2,000 (for a domestic corporation having a net income of less than \$25,250).....
27. Balance (Item 25 minus Item 26).....
31. Less: Income Tax Paid at Source. (This credit can only be allowed to a nonresident foreign corporation).....
32. Income and Profits Taxes Paid to a Foreign Country or to a Possession of the United States by a domestic corporation.....
33. Balance of Tax (Item 30 minus Items 31 and 32).....

28. Income Tax (12 1/2% of Item 27).....  
29. If net income of a Domestic Corporation is Less Than \$25,250, Enter the Amount in Excess of \$25,000.....

30. Total Tax (Item 28 plus Item 29).....

An amended return must be marked "Amended" at top of return

4750

308  
Page 1 of Returns  
4750  
RECEIVED WITH REMITTANCE  
MAY 16 1925  
COLLECTOR OF INT. REV.  
U. S. DEPARTMENT OF TREASURY  
POSTING  
APR 18 1925  
DATE  
FORM ATTA  
CHECKS AND DRAFTS WILL BE ACCEPTED ONLY IF PAYABLE AT PAR  
4750





Page 2 of Return.

SCHEDULE A—COST OF MANUFACTURING OR  
PRODUCING GOODS (See Instruction 2)

[Not filled out.]

SCHEDULE B—PROFIT FROM SALE OF REAL ESTATE,  
STOCKS, BONDS, ETC. (See Instruction 8)

[Not filled out.]

SCHEDULE C—COMPENSATION OF OFFICERS

(See Instruction 12)

[Not filled out.]

SCHEDULE D—COST OF REPAIRS (See Instruction 14)

[Not filled out.]

SCHEDULE E—TAXES PAID (See Instruction 16)

[Not filled out.]

SCHEDULE F—EXPLANATION OF LOSSES BY FIRE,  
STORM, ETC. (See Instruction 17)

[Not filled out.]

SCHEDULE G—BAD DEBTS (See Instruction 18)

[Not filled out.]

SCHEDULE H—DIVIDENDS DEDUCTIBLE

(See Instruction 19)

[Not filled out.]

SCHEDULE I—EXPLANATION OF DEDUCTION FOR  
DEPRECIATION (See Instruction 20)

[Not filled out.]

[443]

Page 3 of Return.

SCHEDULE K—BALANCE SHEETS (See Instruction 25)

[Not filled out.]

[444]

Page 4 of Return.

SCHEDULE L—RECONCILIATION OF NET INCOME  
AND ANALYSIS OF CHANGES IN SURPLUS

[Not filled out.]

QUESTIONS.

KIND OF BUSINESS

[Not filled out.]

AFFILIATIONS WITH OTHER CORPORATIONS

[Not filled out.]

PREDECESSOR BUSINESS

[Not filled out.]

BASIS OF RETURN

[Not filled out.]

LIST OF ATTACHED SCHEDULES

[Not filled out.]

AFFIDAVIT.

We, the undersigned, president and treasurer of the corporation for which this return is made, being severally duly sworn, each for himself deposes and says that this return, including the accompanying schedules and statements, has been examined by him and is, to the best of his knowledge and belief, a true and complete return made in good faith, for the

taxable year as stated, pursuant to the Revenue Act of 1924 and the Regulations issued under authority thereof.

CECIL B. deMILLE,

President.

JOHN H. FISHER,

Treasurer.

Sworn to and subscribed before me this 17th day of March, 1925.

[Seal]

GLADYS ROSSON,

(Signature of officer administering oath)

Notary Public in and for the County of

Los Angeles, State of California.

(Title)

My commission expires June 12, 1927.

[445]

Page 1 of Instructions.

## INSTRUCTIONS

The Instructions Numbered 1 to 24 on this Page Correspond with the Item Numbers on Page 1 of the Return.

### GROSS INCOME AND DEDUCTIONS

1. Gross sales.—If engaged in trading or manufacturing, enter as Item 1 on page 1 of the return, the gross sales, less goods returned and any allowances or discounts from the sale price.

Railroad corporations, banks, insurance companies, and other corporations required to submit statements of income and expenses to any national, State, municipal, or other public officer may submit with the return a statement of income and expenses in the form in which submitted to such officer, in lieu of furnishing the information requested in Items 1 to 23 of the return. In such cases the taxable net income will be reconciled by means of

Schedule L with the net profit shown by the income and expense statement submitted, and should be entered as Item 24 on page 1 of the return.

2. Cost of goods sold.—Enter as Item 2 the information requested on lines (a) to (e), and list in Schedule A, on page 2 of the return, the principal items of cost included in the amount entered on line (c), the minor items to be grouped in one amount.

If the production, purchase, or sale of merchandise is an income-producing factor in the trade or business, secure from the Collector of Internal Revenue and file as a part of this return a Certificate of Inventory, Form 1126. Enter on lines (a) and (e) under Item 2, immediately before the amount column, the letters "C," or "C or M," to indicate that the inventories are valued at either cost, or cost or market, whichever is lower. In case the inventories reported on the return do not agree with those shown on the balance sheet, attach a statement explaining how the difference occurred.

3. Gross profit.—Enter as Item 3 the gross profit from trading or manufacturing, which is obtained by deducting Item 2, the cost of goods sold, from Item 1, the gross sales.

4. Gross profit from other operations.—Enter as Item 4 the gross profit from operations other than trading or manufacturing, stating in the space provided the nature and amount of the principal items; the minor items should be grouped in one amount.

5. Interest on bank deposits, etc.—Enter as Item 5 all interest received or credited to the corporation

during the taxable year on bank deposits, notes, mortgages, and corporation bonds.

6. Rent.—Enter as Item 6 the gross amount received for the rent of property. Any deductions claimed for repairs, interest, taxes, and depreciation should be included in Items 14, 15, 16, and 20, respectively.

7. Royalties.—Enter as Item 7 the gross amount received as royalties. If a deduction is claimed for depletion, it should be reported as Item 21.

8. Profit from sale of capital assets.—Enter as Item 8 the amount of gain or loss from the sale or other disposition of real estate, stocks, bonds, and capital assets.

Describe the property briefly in Schedule B, and state the actual consideration or price received, or the fair market value of the property received in exchange. Expenses connected with the sale, such as commissions paid agents, may be deducted in computing the amount received.

Enter the original cost of the property, and if it was acquired prior to March 1, 1913, the fair market value as of that date. Attach statement explaining how value as of March 1, 1913, was determined. Expenses incidental to the purchase may be included in the cost if never deducted from the income.

Enter as depreciation the amount of exhaustion, wear and tear, obsolescence, amortization, or depletion previously allowed with respect to such property since date of acquisition, or since March 1, 1913, if the property was acquired before that date.

Subsequent improvements include expenditures for additions, improvements and repairs made to restore the property or prolong its useful life. Do not deduct ordinary repairs, interest, or taxes in computing gain or loss.

In the case of sales of stocks and bonds, deductions should not be taken in columns 4 and 7 for "Depreciation" and "Subsequent improvements." No loss shall be recognized in any sale or other disposition of shares of stock or securities where the corporation has acquired substantially identical property within 30 days before or after the date of such sale, unless the corporation is a dealer in stock or securities in the ordinary course of business.

In case the amount to be entered as Item 8 is a deductible loss, such amount should be preceded by a minus sign or written with red ink. See Articles 1561 and 1591 of Regulations 65, and Sections 202 to 204 of the Revenue Act of 1924.

9. Dividends.—Enter as Item 9 the amount received as dividends (a) from a domestic corporation other than a corporation entitled to the benefits of Section 262 of the Revenue Act of 1924 and other than a corporation organized under the China Trade Act, 1922, or (b) from a foreign corporation when it is shown to the satisfaction of the Commissioner that more than 50 per cent of the gross income of such foreign corporation for the three-year period ending with the close of its taxable year preceding the declaration of such dividends (or for such part of such period as the corporation has been in exist-

ence) was derived from sources within the United States as defined under Section 217 of the Act.

10. Other income.—Enter as Item 10 all other taxable income for which no place is provided on the return, together with any dividends specifically excluded from Item 9.

11. Total income.—Enter the net amount of Items 3 to 10, inclusive, after deducting any losses reported in Items 3, 4, and 8.

12. Compensation of officers.—Enter as Item 12 the compensation of all officers, in whatever form paid, and fill in Schedule C, giving the information requested.

13. Rent.—Enter as Item 13 rent paid for business property in which the corporation has no equity.

14. Repairs.—Enter as Item 14 the cost of incidental repairs, including the labor, supplies, and other items which do not add to the value or appreciably prolong the life of property. Expenditures for new buildings, machinery, equipment, or for permanent improvements or betterments which increase the value of the property are chargeable to capital account. Expenditures for restoring or replacing property are not deductible, as such expenditures are chargeable to capital account or to depreciation reserve, depending on the treatment of depreciation on the books of the corporation.

List in Schedule D the principal items of cost, grouping the minor items in one amount.

15. Interest.—Enter as Item 15 interest paid on business indebtedness. Do not include interest on indebtedness incurred or continued to purchase or carry obligations or securities (other than obligations of the United States issued after September 24, 1917, and originally subscribed for by the corporation) the interest upon which is wholly exempt from taxation.

16. Taxes.—Enter as Item 16 taxes paid or accrued during the taxable year. Do not include Federal income and profits taxes, the amount claimed as a credit in Item 32, and taxes against local benefits tending to increase the value of the property assessed. List in Schedule E each class of taxes deducted.

17. Losses by fire, storm, etc.—Enter as Item 17 the net loss arising from fire, storm, shipwreck, or other casualty, or from theft, and not compensated for by insurance or otherwise. Explain losses claimed in Schedule F. State original cost of property, and if acquired prior to March 1, 1913, its fair market value as of that date.

18. Bad debts.—Enter as Item 18 debts, or portions thereof, arising from sales or services that have been reflected in income, which have been definitely ascertained to be worthless and have been charged off within the year, or such reasonable amount as has been added to a reserve for bad debts within the year.

If the debts are included in the deduction claimed, submit a schedule showing the amounts



charged off, and state how each was determined to be worthless.

If the amount deducted is an addition to a reserve, Schedule G should be filled in giving the information requested.

A debt previously charged off as bad, if subsequently collected, must be returned as income for the year in which collected.

19. Dividends.—Enter as Item 19 the dividends described in Instruction 9 which were reported as income in Item 9.

Describe in Schedule H any dividends claimed as a deduction.

20. Depreciation.—The amount deductible on account of depreciation in Item 20 is an amount fairly measuring the portion of the investment in depreciable property by reason of exhaustion, wear and tear, or obsolescence, which is properly chargeable against the operations of the year. If the property was acquired by purchase on or after March 1, 1913, the amount of depreciation should be determined upon the basis of the original cost (not replacement cost) of the property, and the probable number of years remaining of its useful life. In case the property was purchased prior to March 1, 1913, the amount of depreciation will be determined in the same manner, except that it will be computed on its original cost, or the fair market value as of March 1, 1913, whichever is greater. If the property was acquired in any other manner than by purchase see Section 204 of the Revenue Act of

1924. The capital sum to be replaced should be charged off over the useful life of the property either in equal annual installments or in accordance with any other recognized trade practice, such as an apportionment over units of production. Whatever plan or method of apportionment is adopted must be reasonable and must have due regard to operating conditions during the taxable year. The method adopted should be described in the return. Stocks, bonds, and like securities are not subject to exhaustion, wear and tear within the meaning of the law.

If a deduction is claimed on account of depreciation Schedule I shall be filled in, and the total amount claimed therein should correspond with the figures reflected in the balance sheet. In case obsolescence is included, state separately amount claimed and basis upon which it is computed. Land values must not be included in this schedule. See Articles 161 to 172, and 1602 of Regulations 65.

21. Depletion.—If a deduction is claimed on account of depletion, secure from the Collector Form D (minerals), Form E (coal), Form F (miscellaneous nonmetals), Form O-3 (oil and gas), or Form T (timber), fill in and file with return. If complete valuation data have been filed with Questionnaire in previous years, then file with this return information necessary to bring your depletion schedule up to date, setting forth in full statement of all transactions bearing on deductions or additions to value of physical assets with explanation of how depletion deduction for the taxable year

has been determined. See Article 1602 of Regulations 65, and Section 204(c) of the Revenue Act of 1924.

22. Other deductions.—Enter any other authorized deductions for which no place is provided on the return, including any salaries and wages not claimed as a deduction in Item 2, 12, or 14.

23. Total income.—Enter the total of Items 12 to 22, inclusive.

24. Net income.—Enter as Item 24 the net income, which is obtained by deducting Item 23 from Item 11.

### BALANCE SHEETS

25. The balance sheets on page 3 of the return, Schedule K, should be prepared from the books and should agree therewith, or any differences should be reconciled. The balance sheets for a consolidated return should be furnished in accordance with Instruction 41. All corporations engaged in an interstate, or intrastate trade or business and reporting to the Interstate Commerce Commission, or to any national, State, municipal, or other public officer, may submit, in lieu of Schedule K, copies of their balance sheets prescribed by said Commission or State and municipal authorities, as at the beginning and end of the taxable year.

In case the balance sheet as at the beginning of the current taxable year does not agree in every respect with the balance sheet which was submitted as at the end of the previous taxable year the differ-

ences should be fully explained in the space provided under Schedule K.

### WORKING PAPERS

26. Every corporation should preserve, available for inspection by a revenue officer, working papers showing the balance in each account on the corporation's books that was used in preparing the return.

### INFORMATION AT THE SOURCE

27. Every corporation making payments of salaries, wages, interest, rent, commissions, or other fixed or determinable income of \$1,000 or more during the calendar year, to any individual, fiduciary, or partnership, is required to make a true and accurate return to the Commissioner of Internal Revenue, showing the amount of such payments and the name and address of the recipient. Forms 1096 and 1099, for reporting such information, will be furnished by any Collector of Internal Revenue. Such returns of information covering the calendar year 1924 must be forwarded to the Commissioner of Internal Revenue, Sorting Section, Washington, D. C., in time to be received not later than March 15, 1925. [446]

Page 2 of Instructions.

## LIABILITY FOR FILING RETURNS

28. Corporations generally.—Every domestic or resident corporation, joint-stock company, association, or insurance company not specifically exempted by Section 231 of the Revenue Act of 1924, whether or not having any net income, must file a return.

29. Corporations in possessions of the United States.—Domestic corporations within the possessions of the United States (except the Virgin Islands) may report as gross income only gross income from sources within the United States, provided, (a) 80 per cent or more of the total gross income for the three-year period immediately preceding the close of the taxable year (or such part thereof as may be applicable) was derived from sources within a possession of the United States; and (b) 50 per cent or more of the total gross income for such three-year period or applicable part thereof was derived from the active conduct of a trade or business within a possession of the United States.

30. Foreign corporations.—A foreign corporation subject to the provisions of the Revenue Act of 1924, regardless of the amount of its net income, is required to file a return with the Collector in whose district is located its principal office or agency through which is transacted the business in the United States. The net income should be computed in accordance with Section 217 of the Revenue Act of 1924.

## INSURANCE COMPANIES

31. Life insurance companies.—A life insurance company issuing life insurance and annuity contracts (including contracts of combined life, health, and accident insurance), as defined by Section 242 of the Revenue Act of 1924, shall file its tax return on Form 1120L, instead of this form.

32. Mutual insurance companies.—A mutual insurance company (other than a life insurance company), in addition to the deductions allowed a corporation, unless otherwise allowed, may claim as deductions in Item 22 on this form, (a) the net addition required by law to be made within the taxable year to reserve funds (including in the case of an assessment insurance company the actual deposit of sums with State or Territorial officers pursuant to law as additions to guarantee or reserve funds), and (b) the sums other than dividends paid within the taxable year on policy and annuity contracts.

33. A mutual marine insurance company shall include in its gross income in Item 4 of this return the gross premiums collected and received, less amounts paid for reinsurance, and in addition to the deductions allowed a corporation, and to a mutual insurance company in paragraph 32 above, unless otherwise allowed, may claim as a deduction in Item 22 of the return amounts repaid to policyholders on account of premiums previously paid by them, and interest paid upon such amounts between the ascertainment and the payment thereof.

34. A mutual insurance company (including interinsurance and reciprocal underwriters, but not including a mutual life or mutual marine insurance company) requiring its members to make premium deposits to provide for losses and expenses, may, in addition to the deductions allowed a corporation, and to a mutual insurance company in paragraph 32 above, unless otherwise allowed, claim as a deduction in Item 22 of this form, the amount of premium deposits returned to its policyholders and the amount of premium deposits retained for losses, expenses, and reinsurance reserves.

35. The receipts of a shipowners' mutual protection and indemnity association, not organized for profit, and no part of the net earnings of which inures to the benefit of any private stockholder or member, are exempt from taxation, but such association shall be subject as a corporation to the tax upon its net income from interest, dividends, and rents.

36. Benevolent life insurance associations of a purely local character, farmers' or other mutual hail, cyclone, casualty, or fire insurance companies, mutual ditch or irrigation companies, mutual or cooperative telephone companies, or like organizations are exempt from taxation only if 85 per cent or more of the income consists of amounts collected from members for the sole purpose of meeting losses and expenses.

37. Other insurance companies.—The net income of an insurance company (other than a life or

mutual insurance company referred to above) is the gross income earned during the taxable year from investment income and from underwriting income, computed on the basis of the underwriting and investment exhibit of the Annual Statement approved by the National Convention of Insurance Commissioners, as provided in Section 246 of the Revenue Act of 1924, less the deductions for ordinary and necessary expenses, interest, taxes, losses, bad debts, depreciation, etc., as allowed by Section 247 of the Act.

### CONSOLIDATED RETURNS

38. If one domestic corporation owns 95 per cent or more of the outstanding voting stock of another or others, or if 95 per cent or more of the outstanding voting stock of two or more domestic corporations is owned by the same individual or partnership, or by the same individuals, partnerships, or corporations, in substantially the same proportion, a consolidated return may be filed by such corporations. In case a consolidated return is filed, the parent or principal corporation of any group of affiliated corporations must furnish the information called for in questions 4 to 7, page 4, of the return.

39. If affiliated corporations file either separate returns or a consolidated return, all returns thereafter made shall be upon the same basis unless permission to change the basis has been granted by the Commissioner. See Section 240 of the Revenue Act of 1924, and Articles 631 to 638 of Regulations 65. A corporation organized under the China Trade



Act, 1922, shall not be deemed to be affiliated with any other corporation within the meaning of Section 240 of the Revenue Act of 1924.

40. The parent or principal reporting company of affiliated corporations, when filing a consolidated return on this form, shall attach thereto a schedule showing the names and addresses of all affiliated corporations in the group, and if the tax is apportioned among these corporations, the amount allocated to each. Each of the other affiliated corporations shall file Form 1122 in the office of the Collector for its district.

41. All supplementary and supporting schedules filed with a consolidated return should be prepared in columnar form, one column being provided for each corporation included in the consolidation, one column for a total of like items before adjustments are made, one column for intercompany eliminations and adjustments, and one column for a total of like items after giving effect to the eliminations and adjustments. The items included in the column for eliminations and adjustments should be symbolized so as to readily identify contra items affected, and suitable explanations appended, if necessary.

### CREDIT FOR TAXES

42. A foreign corporation subject to taxation and not engaged in a trade or business within the United States and not having any office or place of business therein may claim as a credit in Item 31 any income tax required to be deducted and withheld at the source.

43. If a credit is claimed by a domestic corporation in Item 32 on account of income and profits taxes paid to a foreign country or a possession of the United States, a copy of Form 1118, completely filled in and sworn to, must be submitted with this return. When credit is sought for taxes already paid, the form must have attached to it the receipt for each such tax payment. In case credit is sought for taxes accrued the form must have attached to it a copy of the return on which each such accrued tax was based, or other evidence as to the accrual of taxes, and as a condition precedent to the allowance of this credit the Commissioner may require the corporation to give a bond on Form 1119, conditioned for the payment of any taxes found due if the taxes when paid differ from the amount claimed.

A foreign corporation is not entitled to this credit.

#### PERIOD COVERED AND COMPUTATION OF TAX

44. A corporation making a return for the calendar year 1924 shall use this form and compute the net income in accordance with the method of accounting regularly employed in keeping its books, unless such method does not clearly reflect the income.

45. In case the first or final return is for a period of less than twelve months the credit of \$2,000 allowed a domestic corporation having a net income not exceeding \$25,000 shall be reduced to an amount which bears the same ratio to the full credit as the

number of months for which the return is made bears to twelve months.

46. Except in the case of the first return the corporation shall make its return on the basis upon which the return was made for the taxable year immediately preceding unless, with the approval of the Commissioner, a change is made in the accounting period.

47. If a corporation desires to change its accounting period from fiscal year to calendar year, from calendar year to fiscal year, or from one fiscal year to another fiscal year, an application for such change shall be made on Form 1128 and forwarded to the Collector at least thirty days before the close of the proposed period for which a return would be required to effect the change.

48. Where the Commissioner approves a change in the accounting period the net income computed on the separate return for a fractional part of a year shall be placed on an annual basis by multiplying the amount thereof by twelve and dividing by the number of months included in the period, and the tax shall be such part of a tax computed on such annual basis as the number of months in such period is of twelve months. See Sections 212 and 226 of the Revenue Act of 1924.

#### TIME AND PLACE FOR FILING

49. The return must be sent to the Collector of Internal Revenue for the district in which the corporation's principal office is located so as to reach

the Collector's office on or before March 15, 1925. In the case of a foreign corporation not having any office or place of business in the United States the return shall be filed on or before June 15, 1925, with the Collector of Internal Revenue, Baltimore, Maryland, U. S. A.

50. The Commissioner may grant a reasonable extension of time for filing a return, if application therefor is made before the date prescribed by law for filing such return, whenever in his judgment good cause exists.

### SIGNATURES AND VERIFICATION

51. The return shall be sworn to by the president, vice president, or other principal officer, and by the treasurer or assistant treasurer. The return of a foreign corporation having an agent in the United States shall be sworn to by such agent. If receivers, trustees in bankruptcy, or assignees are operating the property or business of the corporation, such receivers, trustees, or assignees shall execute the return for such corporation under oath.

### PAYMENT OF TAXES

52. The tax should be paid by sending or bringing with the return a check or money order drawn to the order of "Collector of Internal Revenue at (insert name of city and State)."

Do not send cash through the mail or pay it in person except at the office of the Collector.

The total tax may be paid at the time of filing the return or in four equal installments, as follows:

The first installment shall be paid on or before March 15, 1925, the second installment shall be paid on or before the fifteenth day of the third month, the third installment on or before the fifteenth day of the sixth month, and the fourth installment on or before the fifteenth day of the ninth month, after the latest date prescribed for paying the first installment.

If any installment is not paid on the date fixed for its payment, the whole amount of the tax unpaid shall be paid upon notice and demand by the Collector.

#### PENALTIES

53. For willful failure to make and file a return on time.—Not more than \$10,000 or imprisonment for not more than one year, or both, and, in addition, 25 per cent of the amount of the tax.

54. For willfully making a false or fraudulent return.—Not more than \$10,000 or imprisonment for not more than five years, or both, and, in addition, 50 per cent of the amount of the tax.

55. For deficiency in tax.—Interest on deficiency at 6 per cent per annum to the date the deficiency is assessed, and, in addition, 5 per cent of the amount of the deficiency if due to negligence or intentional disregard of rules and regulations without intent to defraud, or 50 per cent of amount of deficiency if due to fraud.

## UNDISTRIBUTED PROFITS.

56. If any corporation, however created or organized, is formed or availed of for the purpose of preventing the imposition of the surtax upon its stockholders or members through the medium of permitting its gains and profits to accumulate instead of being divided or distributed, there shall be levied, collected, and paid for each taxable year upon the net income of such corporation a tax equal to 50 per cent of the amount thereof, which shall be in addition to the tax imposed by Section 230, Revenue Act of 1924, and shall be computed, collected, and paid upon the same basis and in the same manner and subject to the same provisions of law, including penalties as that tax, except that there shall be included in gross income the amount of interest on obligations of the United States issued after September 1, 1917, which would be subject to tax in whole or in part in the hands of an individual owner, and except that no deduction from gross income shall be allowed for dividends received. (See Section 220 of the Revenue Act of 1924.) [447]

## OVERPAYMENT.

Tent.

C. De Mille to be credited hereto 454.24. [448]

Copy.

POSTAL.

Washington, D. C., March 13, 1925.

Mr. John H. Fisher

DeMille Studios

Culver City, Calif.

Extension April fifteen granted complete return of Cecil B. De Mille, Constance A. De Mille and Cecil B. De Mille Productions, Inc. calendar year 1924 provided tentative terms filed showing only name and address and estimated tax and payment made one-fourth tax by March seventeen. Any deficiency first installment will bear interest six per cent per annum from original due date. Attach copy this telegram tentative and completed returns. By direction Commissioner.

F. G. BRIGHT, Deputy Commissioner.

925A

Copy. [449]





**CORPORATION INCOME TAX RETURN**  
**For Calendar Year 1925**

File This Return with the Collector of Internal Revenue for Your District on or Before March 15, 1926

PRINT PLAYER CORPORATION'S NAME AND BUSINESS ADDRESS

C B DE MILLE PRODUCTIONS  
DE MILLES STUDIO  
CULVER CITY CALIFORNIA

23511

Date of Incorporation JUNE 10 1922

Under the Laws of the State of California

PRODUCERS OF MOTION PICTURES

IS THIS A CONSOLIDATED RETURN? NO

KIND OF BUSINESS	GROSS INCOME	LESS DEDUCTIONS	NET INCOME
1. Gross Sales from Trading in Manufacturing, Less Returns and Allowances			
2. Less Cost of Goods Sold:			
(a) Inventory at beginning of year	363,605.62		
(b) Merchandise bought for sale			
(c) Cost of manufacturing or otherwise producing goods (Over schedule A)			
(d) Total of lines (a), (b), and (c)			
(e) Less inventory at end of year			
3. Gross Profit from Trading in Manufacturing (Item 1 plus Item 2)			
4. Gross Profit from Operations Other Than Trading in Manufacturing (Schedule of Income):			
(a) SALARY CONTRACT WITH FAMOUS PLAYERS LASKY CORPORATION	67,310.00		
(b) SALARY CONTRACT WITH C B DE MILLE PICTURES CORPORATION	199,000.00		
(c)			
(d)			
5. Interest on Bank Deposits, Notes, Mortgages, and Corporation Bonds	2,181.04		
6. Rents, CAMERAS 1195.00 PROPS 769.04 YACHT 60.00	2,024.04		
7. Royalties ACCRUED TO SEPT 30TH WITH FAMOUS PLAYERS LASKY PER CONTRACT	308,503.03		
8. Profit from Sale of Real Estate, Stocks, Bonds, and other Capital Assets (From Schedule D)	11,229.37		
9. Profit from Sale of Domestic Corporations	17,063.76		
10. Other Income (including dividends received on stock of foreign corporations). (State nature of income):	20,000.00		
(a) CAMERA AND LIGHTING EQUIPMENT SALVAGED ON LASKY CONTRACT			
(b)			
(c)			
11. Total Income in Items 3 to 10	56,400.00		

DEDUCTIONS	AMOUNT
12. Compensation of Officers (From Schedule O)	56,400.00
13. Rent on Business Property	1,107.18
14. Repairs (From Schedule D) AND AUTO EXPENSE	1,281.35
15. Interest OTHER THAN REAL ESTATE CARRYING CHARGES	2,970.93
16. Taxes (From Schedule E) OTHER THAN REAL ESTATE CARRYING CHARGES	2,250.00
17. Losses <del>ON ACCOUNT OF THEFT, BURGLARY, OR OTHER CASUALTY</del> STOCK IN TRUSTEES DEVELOPMENT COMPANY	4,023.34
18. Bad Debts (From Schedule O)	17,063.76
19. Dividends (From Schedule D)	13,818.48
20. Depreciation (resulting from exhaustion, wear and tear, or obsolescence) (From Schedule D) OTHER THAN REAL EST	37,314.40
21. <del>EXPENSES FOR REPAIRS TO REAL ESTATE</del> AMORTIZATION OF LASKY CONTRACT	500.00
22. Other Deductions Not Reported Above. (Specify below, or on separate sheet):	
(a) Salaries and wages. (If included in Item 2, 12, or 14 above)	15,233.35
(b) PRORATA OF INTEREST OWNED BY WM C DE MILLE IN M EST SUBDIVISION	3,800.00
(c) EXCESS OF CARRYING CHARGES OVER INCOME ON REAL EST HOLDINGS	28,477.07
(d) YACHT EXPENSE FOR PRODUCTION AND PUBLICITY PURPOSES	17,998.83
(e) KITCHEN AND DINING ROOM EXPENSE FOR BUSINESS GUESTS	2,314.02
(f) OFFICE EX 1577 17 ADMINISTRATIVE EX 10820 89 STUDIO 267 16	12,665.22
23. Total Deductions in Items 12 to 22	216,687.93
24. Net Income (Item 11 minus Item 23)	400,623.31

COMPUTATION OF TAX	AMOUNT
25. Net Income (Item 24 above)	400,623.31
26. Less Credit of \$7,000 (for a domestic corporation having a net income of less than \$25,000)	
27. Balance (Item 25 minus Item 26)	400,623.31
28. Income Tax Paid at Source. (This credit can only be allowed to a nonresident foreign corporation)	
29. Income Tax Paid to a Foreign Country or to a Possession of the United States by a domestic corporation	
30. Total Tax (Item 28 plus Item 29)	52,081.03
31. Less: Income Tax Paid at Source. (This credit can only be allowed to a nonresident foreign corporation)	
32. Income and Profits Taxes Paid to a Foreign Country or to a Possession of the United States by a domestic corporation	
33. Balance of Tax (Item 30 minus Items 31 and 32)	52,178.73

Net Income (Item 24 above) 400,623.31  
Less: Income Tax Paid at Source. (This credit can only be allowed to a nonresident foreign corporation) 52,081.03  
Balance of Tax (Item 30 minus Items 31 and 32) 52,178.73

Net Income (Item 24 above) 400,623.31  
Less: Income Tax Paid at Source. (This credit can only be allowed to a nonresident foreign corporation) 52,081.03  
Balance of Tax (Item 30 minus Items 31 and 32) 52,178.73

Checks and drafts will be enclosed if payable at per 5-100

COMPLETED RETURN

RECEIVED  
COLLECTOR OF INTERNAL REVENUE  
MAY 15 1926  
LOS ANGELES OFFICE  
Cash, Check, M.O., Cert. of Ind.

RECEIVED  
MAY 15 1926  
LOS ANGELES OFFICE

52,178.73  
64 H  
52,945  
POSTING

617 311 24

AMENDED RETURN  
AT TOP OF RETURN  
12,499.45



SCHEDULE A—COST OF MANUFACTURING OR PRODUCING GOODS (See Instruction 2)

[Not filled out.]

SCHEDULE B—PROFIT FROM SALE OF REAL ESTATE, STOCKS, BONDS, ETC. (See Instruction 8)

1. Kind of Property	2. Date Acquired	3. Amount Received	4. Depreciation Previously Allowed	5. Cost	6. Value as of March 1, 1913	7. Subsequent Improvements	8. Net Profit (Enter as Item 8)
			Amortization				
Stock F. P. Lasky.....	1920-23	\$19,339.00	\$.....*	\$11,542.36	\$.....*	\$.....*	\$7,796.64
Picture rights—Strghrt.	1921	13,500.00	1,000.**	5,750.00	.....*	.....*	8,750.00
Stock L. A. Income Prop.	1924	29,050.00	.....*	33,200.00	.....*	.....*	(4,150.00 Loss)
Stock Phoenix Corp.....	1924	3,893.88	.....*	5,001.54	.....*	.....*	(1,107.66 Loss)
Auto Cadillac .....	1923	1,400.00	1,069.39	2,529.00	.....*	.....*	( 59.61 Loss)
		67,182.88	2,069.39	58,022.90	Net Gain.....		\$11,229.37

State how property was acquired.....

## SCHEDULE C—COMPENSATION OF OFFICERS (See Instruction 12)

1. Name of Officer	2. Official Title	3. Time Devoted to Business	Shares of Stock Owned		6. Amount of Compensation (Enter as Item 12)
			4. Common	5. Preferred	
C. B. De Mille.....	Pres.	All	2,199	.....	\$15,000.00
Constance A. De Mille.....	V. Pres.	Part	1,000	.....	36,400.00
John H. Fisher.....	Secy. and Treas.	All	1	.....	5,000.00
Total					\$56,400.00

SCHEDULE D—COST OF REPAIRS  
(See Instruction 14)

1. Items	2. Amount (Enter as Item 14)	1. Item	2. Amount (Enter as Item 16)
Salaries and wages.....	\$	City and County.....	\$ 626.19
Auto repairs, tires, gas, etc.....	1,107.18	State—Franchise .....	776.00
.....	.....	License .....	75.00
.....	.....	Auto and gasoline .....	81.14
.....	.....	Federal—Yacht .....	798.00
.....	.....	Club .....	6.60
.....	.....	Capital stock .....	608.00
			Total \$2,970.93

SCHEDULE F—EXPLANATION OF LOSSES BY FIRE, STORM, ETC. (See Instruction 17)

1. Kind of Property  
N O N E.

SCHEDULE G—BAD DEBTS  
(See Instruction 18)

SCHEDULE H—DIVIDENDS DEDUCTIBLE  
(See Instruction 19)

Only actual losses are claimed. No reserve is set up. See attached Schedule.

SCHEDULE I—EXPLANATION OF DEDUCTION FOR DEPRECIATION (See Instruction 20)

1. Kind of Property (If buildings, state material of which constructed)	2. Date Acquired	3. Age When Acquired	4. Probable Life After Acquirement	5. Cost	6. Value as of March 1, 1913	Amount of Depreciation Charged Off	
						7. Previous years	8. This year
Office Fur. and Fix.	Various	New	10 yr.	\$ 1,597.85	*	\$ 159.79	\$ 159.79
Autos Buick	1924	New	4 yr.	1,800.00	*	*	450.00
Cadillac	1923	Used	4 yr.	2,529.00	7 Mo. 9 Da.	622.25	384.44
Cadillac	1925	New	4 yr.	3,600.00	4 Mo. 21 Da.	*	352.50
Air Craft Monoplane	1924	New	1 yr.	2,650.00	*	*	2,550.00
Yacht for business	1922	New	6% yr.	66,145.03	*	9,921.75	9,921.75
Total .....						\$10,703.79	\$13,818.48

(Attach a separate sheet if any of the above schedules do not provide sufficient space)

The amortization of the cost of the Lasky contract of \$37,314.40 is due to the cancellation of the same the deduction for which would have fallen in one year but for the royalties which by the terms of the contract follow for a limited time on which this deduction is based.

Page 3 of Return

SCHEDULE K—BALANCE SHEETS (See Instruction 43)

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
<b>ASSETS</b>				
1. Cash .....		\$ 58,195.02		\$ 43,845.77
2. Notes receivable .....		18,337.01		39,933.85
3. Accounts receivable.....\$ .....		20,399.79	\$ .....	14,517.07
Accrued Royalties Re- able .....				308,503.03
<hr/>				
4. Inventories:				
Raw materials .....	\$ .....		\$ .....	
Work in process.....	.....		.....	
Finished goods .....	.....		.....	
Supplies .....	.....		.....	
Props, jewels, etc.....	33,028.50		33,028.50	
Life insurance pre- miums .....	10,784.00	43,812.50	16,176.00	49,204.50
<hr/>				
5. Investments:				
Obligations of a State, Territory, or any po- litical subdivision thereof, or the Dis- trict of Columbia.....\$	2,021.20		\$ 2,021.20	
Securities issued un- der the Federal Farm Loan Act, or under such Act as amended .....	.....		.....	
Obligations of the United States or its possessions .....	.....	2,021.20	.....	2,021.20
<hr/>				
6. Loans (describe fully):				
.....\$ .....			\$ .....	
.....	.....		.....	
.....	.....		.....	
<hr/>				

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
7. Deferred charges:				
Prepaid insurance .....\$	.....		\$	.....
Prepaid taxes .....	.....			.....
Rentals receivable .....	.....	66.75	.....	1,047.38
8. Capital assets:				
Land .....		355,485.77		369,452.03
Buildings .....	\$131,024.52		\$131,024.52	
Machinery and equip- ment — Yacht mono- plane .....	67,962.43		70,604.31	
Furniture and fixtures	1,651.45		2,813.18	
Delivery equipment.....	7,869.00		8,940.00	
Lasky contract .....	149,257.59		149,257.59	
Picture rights .....	7,500.00		2,500.00	
	\$365,264.99		\$365,139.60	
Less reserves for de- preciation and deple- tion .....	128,215.92	237,049.07	184,699.49	180,440.11
9. Patents .....				
10. Good will .....				
11. Other assets (describe fully):				
Stock in other corpo- rations .....	\$117,573.18		\$223,672.04	
Certificates of interest	29,511.54		4,610.00	
Bonds in domestic cor- porations .....	3,000.00		3,000.00	
Foreign corporations	1,008.78	151,093.50	1,008.78	232,290.82
12. Total Assets .....		\$886,460.61		\$1,241,255.76



Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
<b>LIABILITIES</b>				
13. Notes payable and mortgages .....		\$214,694.45		\$178,142.95
14. Accounts payable.....		12,108.50		2,716.95
15. Accrued expenses (describe fully):				
Interest .....	\$ 1,320.40		\$ 1,358.72	
.....	.....		.....	
.....		1,320.40	.....	1,358.72
.....			.....	
16. Other liabilities (describe fully):				
.....	\$ .....		\$ .....	
.....	.....		.....	
.....	.....		.....	
.....	.....		.....	
.....	.....		.....	
17. Capital stock:				
Preferred stock (less stock in treasury).....	\$ .....		\$ .....	
Common stock (less stock in treasury).....	400,000.00	400,000.00	400,000.00	400,000.00
18. Surplus .....	\$258,337.26		\$659,037.14	
19. Undivided profits .....		258,337.26		659,037.14
20. Total Liabilities .....		\$886,460.61		\$1,241,255.76

Remarks: The \$308,503.03 of accrued royalties refer to the Famous Players Lasky Corp. This accrual is as of Sept. 30th the remaining three months being indeterminate as of Dec. 31st pending the quarterly audit of their records as per terms of the contract.

Page 4 of Return

SCHEDULE L—RECONCILIATION OF NET INCOME  
AND ANALYSIS OF CHANGES IN SURPLUS

1. Net income from Item 24, page 1 of the return.....	\$400,623.31
2. Nontaxable income:	
(a) Interest on obligations of a State, Territory, or any political subdivision thereof, or the District of Columbia.....	95.00
(b) Interest on securities issued under the Fed- eral Farm Loan Act, or under such Act as amended .....	.....
(c) Interest on obligations of the United States or its possessions.....	.....
(d) Dividends deductible under Section 234(a) 6 of the Revenue Act of 1924.....	17,063.76
(e) Proceeds of life insurance policies paid upon the death of the insured.....	.....
(f) Other items of nontaxable income (to be detailed):	
(1) .....	.....
(2) .....	.....
(3) .....	.....
3. Charges against reserve for bad debts, if Item 18, page 1 of return, is not an addition to a reserve .....	.....
4. Charges against reserves for contingencies, etc. (to be detailed):	
(a) .....	.....
(b) .....	.....
(c) .....	.....
5. Total of Lines 1 to 4, inclusive.....	\$417,782.07
6. Total from Line 14.....	13,082.19
7. Net profit for year as shown by books, before any adjustments are made therein (Line 5 minus Line 6).....	\$404,699.88
8. Surplus and undivided profits as shown by bal- ance sheet at close of preceding taxable year.....	258,337.26

9. Other credits to surplus (to be detailed):	
(a) .....	.....
(b) .....	.....
(c) .....	.....
10. Total of Lines 7 to 9, inclusive.....	\$663,037.14
11. Total from Line 17.....	4,000.00
12. Surplus and undivided profits as shown by balance sheet at close of taxable year (line 10 minus Line 11).....	\$659,037.14
13. Unallowable deductions:	
(a) Donations, gratuities, and contributions.....	\$ 275.00
(b) Income and profits taxes paid to the United States, and so much of such taxes paid to its possessions or foreign countries as are claimed as a credit in Item 32, page 1 of the return .....	12,807.19
(c) Special improvement taxes tending to increase the value of the property assessed .....	.....
(d) Furniture and fixtures, additions, or betterments treated as expenses on the books.....	.....
(e) Replacements and renewals.....	.....
(f) Insurance premiums paid on the life of any officer or employee where the corporation is directly or indirectly a beneficiary .....	.....
(g) Interest on indebtedness incurred or continued to purchase or carry obligations or securities (other than obligations of the United States issued after September 24, 1917, and originally subscribed for by the corporation) the interest upon which is wholly exempt from taxation.....	.....
(h) Additions to reserve for bad debts which are not included in Item 18, page 1 of return .....	.....

- (i) Additions to reserves for contingencies, etc.  
(to be detailed):
- (1) .....  
(2) .....  
(3) .....
- 
- (j) Other unallowable deductions  
(to be detailed):
- (1) .....  
(2) .....  
(3) .....
- 
14. Total of Line 13.....\$ 13,082.19
- 
15. Dividends paid during the taxable year (state whether paid in cash, stock of this company, or other property):
- (a) Date paid..... Character.....\$ 4,000.00  
(b) Date paid..... Character.....  
(c) Date paid..... Character.....  
(d) Date paid..... Character.....
16. Other debits to surplus (to be detailed):
- (a) .....  
(b) .....  
(c) .....
- 
17. Total of Lines 15 and 16.....\$ 4,000.00

## QUESTIONS

### KIND OF BUSINESS

[Not filled out.]

#### 3. Answers:

- (a) General class (use key letter designation) C.  
(b) Main income-producing business (gives specifically the information called for under each key letter, also whether acting as principal, or as agent on commission; state if inactive or in liquidation). Motion picture producers.

## AFFILIATIONS WITH OTHER CORPORATIONS

See Instruction 38

4. Does the corporation own 95 per cent or more of the outstanding voting capital stock of another domestic corporation or of other corporations? No.

5. Is over 95 per cent or more of your outstanding voting capital stock owned by another corporation? No.

6. Is 95 per cent or over of your outstanding voting capital stock as well as 95 per cent or over of the outstanding voting capital stock of another corporation or of other corporations owned or controlled by the same individual or partnership or by the same individuals, partnerships, or corporations in substantially the same proportion? No.

[Not filled out.]

## PREDECESSOR BUSINESS

8. Did the corporation file a return under the same name for the preceding taxable year? Yes. If not, was the corporation in any way an outgrowth, result, continuation, or reorganization of a business or businesses in existence during this or the preceding taxable year? If answer is "yes," give name and address of each predecessor business.

## BASIS OF RETURN

9. Is this return made on the basis of actual receipts and disbursements? If not, describe fully what other basis or method was used in computing net income. Accrual same as for prior years.

## LIST OF ATTACHED SCHEDULES

10. Enter below a list of all schedules accompanying this return, giving for each a brief title and the schedule number. The name and address of the corporation should be placed on each separate schedule accompanying the return.

Schedule H Dividends Deductable.

Item 22 C Real Estate Carrying Charges.

Item 22 F Office and Administrative Exp.

## AFFIDAVIT

We, the undersigned, sec'y and treasurer and asst. sec'y of the corporation for which this return is made, being severally duly sworn, each for himself deposes and says that this return, including the accompanying schedules and statements, has been examined by him and is, to the best of his knowledge and belief, a true and complete return made in good faith, for the taxable year as stated, pursuant to the Revenue Act of 1924 and the Regulations issued under authority thereof.

A. G. RING

Acting Treas. & Sec'y

[Corporate Seal] GLADYS ROSSON

Asst. Sec'y

Sworn to and subscribed before me this 15th day of May, 1926.

[Notarial Seal] I. F. DAWSON

Notary Public.

## SCHEDULE

## Dividends Received

## Item 9

Americommercial Co.	\$ 497.93
Bancitaly	112.50
Central Investment Co.	2,002.50
Elias Katz Shoe Co.	83.33
Famous Players Lasky	400.00
Grand Central Garage	1,100.00
L A Speedway Co.	5,250.00
Theatre Magazine	17.50
N Est Subdivision	7,600.00
	<hr/>
Total	17,063.76
	<hr/>

[454]

OTHER DEDUCTIONS  
Item 22 (c)

	Received	Deprecia- tion	Taxes	Interest	Labor	Repairs & Mntnc.	Insur- ance	Legal Fees	Sundry Expense	Net Deduct
Fernangeles Store \$	613.50 \$	312.18 \$	98.74			\$ 192.58	\$204.00	\$ 4.15	\$	\$ 198.15
N. side of Sunset	337.50		368.65 \$	700.00					\$ 22.87	754.02
Hollywood Blvd.	60.00		454.22	831.25				66.90	17.78	1,310.15
Highland Ave.	1088.34	1,181.25								92.91
1628 Vine St.	753.93	233.34	243.23	1,361.12						1,083.76
Vine St. Theatre				300.25 \$	635.50					935.75
Sunset & Cahuenga	42.50		106.72						44.08	108.30
Laughlin Park	7,200.00	4,818.69	5,960.69	4,200.00	5,926.85	1,741.56	426.42			15,874.21
Various ranches	19.50	374.62	221.09	3,158.15	2,623.21	428.88	55.00	529.13	276.28	7,646.86
Ventura Blvd. lot			332.95	110.01						442.96
	\$10,115.27	\$6,920.08	\$7,786.29	\$10,660.78	\$9,185.56	\$2,363.02	\$685.42	\$600.18	\$361.01	\$28,447.07



SCHEDULE  
DEPRECIATION OF REAL ESTATE

	Date acquired	Age when acquired	Probable life years	Cost	Depreciation charged off	
					Previous yr.	This yr.
Fernangels Store	1923	new	20	\$ 6,243.57	\$ 156.09	\$ 312.18
Highland Ave.	1923	5 yr	20	23,625.01	1,181.25	1,181.25
1628 Vine St.	1923	5 yr	20	4,666.67	233.33	233.34
Laughlin Park	1923	5 yr	20	96,373.77	4,750.00	4,818.69
Ranch Bldgs.	1924	new	20	115.50		5.78
Ranch Fur. & Fix.	1924	new	10	53.60		5.36
Ranch Implements	1924	new	5	1,817.40	187.10	363.48
Total as above						\$6,920.08
						[455]

## SCHEDULE

## Office Exp.

## Item 22 F

Stationery	\$ 87.95
Telegrams	606.55
Postage	25.64
Insurance	25.00
Auditing	294.00
Business Dues and Sub	102.50
Rent of Safety Box	75.00
Exchange	27.00
Commissions	275.00
Sundry Exp.	58.53
	<hr/>
	\$1577.17
	<hr/> <hr/>

## SCHEDULE

## Administrative Expense

## Item 22 F

Traveling Expenses	\$ 9,474.69
Club Entertainment	77.60
Legal Fees	1,181.10
Chauffer	87.50
	<hr/>
	\$10,820.89
	<hr/> <hr/>
Europea	2,750.42
Trav.	6,724.27
	<hr/>
	9,474.69

# CORPORATION INCOME TAX RETURN For Calendar Year 1925

File This Return with the Collector of Internal Revenue for Your District on or Before March 15, 1926

PRINT PLAINLY CORPORATION'S NAME AND BUSINESS ADDRESS

Geail L. de Mille Productions, Inc.  
(Name)  
de Mille Studio (Street and Number)  
Culver City, California (Post office and State)

Date of Incorporation 20th

Under the Laws of what State or Country

**KIND OF BUSINESS**

See instructions to Form 1120.

1. Gross Sales From Trading or Manufacturing, Less Returns and Allowances

2. Less Cost of Goods Sold:

- (a) Inventory at beginning of year
- (b) Merchandise bought for sale
- (c) Cost of manufacturing or otherwise producing goods (From Schedule A)
- (d) Total of lines (a), (b), and (c)
- (e) Less inventory at end of year

3. Gross Profit from Trading or Manufacturing (Item 1 minus Item 2)

4. Gross Profit from Operations Other Than Trading or Manufacturing. (Gross source of income):

- (a)
- (b)
- (c)
- (d)
- (e) Interest on Bank Deposits, Notes, Mortgages, and Corporation Bonds
- (f) Rents
- (g) Royalties

5. Profit from Sale of Real Estate, Stocks, Bonds, and other Capital Assets (From Schedule B)

6. Dividends on Stock of Domestic Corporations

7. Other Income (including dividends received on stock of foreign corporations). (State source of income):

- (a)
- (b)
- (c)
- (d)
- (e)
- (f)
- (g)
- (h)
- (i)
- (j)
- (k)
- (l)
- (m)
- (n)
- (o)
- (p)
- (q)
- (r)
- (s)
- (t)
- (u)
- (v)
- (w)
- (x)
- (y)
- (z)

TOTAL INCOME IN ITEMS 3 TO 10

**DEDUCTIONS**

11. Compensation of Officers (From Schedule C)

12. Rent on Business Property

13. Repairs (From Schedule D)

14. Interest

15. Taxes (From Schedule E)

16. Losses by Fire, Storm, etc. (From Schedule F)

17. Bad Debts (From Schedule G)

18. Dividends (From Schedule H)

19. Depreciation (resulting from exhaustion, wear and tear, or obsolescence) (From Schedule I)

20. Depletion of Mines, Oil and Gas Wells, Timber, etc.

21. Other Deductions Not Reported Above. (Explain below, or on separate sheet):

- (a) Salaries and wages. (Not included in Items 2, 12, or 14 above)
- (b)
- (c)
- (d)
- (e)
- (f)

TOTAL DEDUCTIONS IN ITEMS 12 TO 21

Net Income (Item 11 minus Item 21)

22. Net Income (Item 24 above)  
23. Less Credit of \$2,000 (for a domestic corporation having a net income of less than \$25,000)

24. Balance (Item 25 minus Item 23)

25. Less: Income Tax Paid at Source. (This credit can only be allowed to a nonresident foreign corporation)

26. Income and Profits Taxes Paid to a Foreign Country or to a Possession of the United States by a domestic corporation

27. Balance of Tax (Item 30 minus Items 31 and 32)

28. Income Tax (24% of Item 27)  
29. If Net Income of a Domestic Corporation is Less Than \$25,000, Enter the Amount in Excess of \$25,000.  
30. Total Tax (Item 28 plus Item 29)

**COMPUTATION OF TAX**

Net Income (Item 24 above) 100,000.00  
Less Credit of \$2,000 (for a domestic corporation having a net income of less than \$25,000) 2,000.00  
Balance (Item 25 minus Item 23) 98,000.00  
Income and Profits Taxes Paid to a Foreign Country or to a Possession of the United States by a domestic corporation 13,000.00  
Total Tax (Item 28 plus Item 29) 13,000.00

An amended return must be marked "Amended" at top of return

Checks and drafts will be accepted only if payable at par - use

4 = \$ 3,250

3788

File No.

Serial Number

(Collector's Stamp)

RECEIVED WITH REMITTANCE

MAR 15 1926

COLLECTION OF INT. REV.

de Mille Studio (Street and Number)  
Culver City, California (Post office and State)

20th

IS THIS A CONSOLIDATED RETURN?

POSTING  
M/ 19 1926  
DATE

POSTING  
M/ 19 1926  
DATE



Page 2 of Return

SCHEDULE A—COST OF MANUFACTURING OR  
PRODUCING GOODS (See Instruction 2)

[Not filled out.]

SCHEDULE B—PROFIT FROM SALE OF REAL ESTATE,  
STOCKS, BONDS, ETC. (See Instruction 8)

[Not filled out.]

SCHEDULE C—COMPENSATION OF OFFICERS  
(See Instruction 12)

[Not filled out.]

SCHEDULE D—COST OF REPAIRS (See Instruction 14)

[Not filled out.]

SCHEDULE E—TAXES PAID (See Instruction 16)

[Not filled out.]

SCHEDULE F—EXPLANATION OF LOSSES BY FIRE,  
STORM, ETC. (See Instruction 17)

[Not filled out.]

SCHEDULE G—BAD DEBTS (See Instruction 18)

[Not filled out.]

SCHEDULE H—DIVIDENDS DEDUCTIBLE  
(See Instruction 19)

[Not filled out.]

SCHEDULE I—EXPLANATION OF DEDUCTION FOR  
DEPRECIATION (See Instruction 20)

[Not filled out.]

[458]

Page 3 of Return

SCHEDULE K—BALANCE SHEETS (See Instruction 43)

[Not filled out.]

[459]

Page 4 of Return

SCHEDULE L—RECONCILIATION OF NET INCOME  
AND ANALYSIS OF CHANGES IN SURPLUS

[Not filled out.]

### AFFIDAVIT

We, the undersigned, president and treasurer of the corporation for which this return is made, being severally duly sworn, each for himself deposes and says that this return, including the accompanying schedules and statements, has been examined by him and is, to the best of his knowledge and belief, a true and complete return made in good faith, for the taxable year as stated, pursuant to the Revenue Act of 1924 and the Regulations issued under authority thereof.

[Corporate Seal] ELLA KING ADAMS

President.

JOHN H. FISHER, Sec.

Sworn to and subscribed before me this 15th day of March, 1926.

[Notarial Seal] I. F. DAWSON,

Notary Public.

My commission expires May 8, 1927. [460]

# CORPORATION INCOME TAX RETURN

## For Calendar Year 1926

File This Return with the Collector of Internal Revenue for Your District on or Before March 15, 1927

PRINT PLAINLY CORPORATION'S NAME AND BUSINESS ADDRESS

C. B. DE MILLE PRODUCTIONS

DE MILLE STUDIO

CULVER CITY, CALIF.

Date of Incorporation JUNE 10, 1922

Under the Laws of what State or Country CALIFORNIA

KIND OF BUSINESS PRODUCERS OF MOTION PICTURES

IS THIS A CONSOLIDATED RETURN? NO

**GROSS INCOME**

- Gross Sales from Trading or Manufacturing: See Returns and Allowances
- Less Cost of Goods Sold:
  - (a) Inventory at beginning of year
  - (b) Merchandise bought for resale
  - (c) Cost of manufacturing or otherwise producing goods. (From Schedule A)
  - (d) Total of (a), (b), and (c)
  - (e) Less inventory at end of year.
- Gross Profit from Trading or Manufacturing (See 1 and 2) 394,871.25
- Gross Profit from Operations Other Than Trading or Manufacturing (State source of income):
  - (a) SALARY FROM C. B. DE MILLE PICTURE CORP.
  - (b)
  - (c)

- Interest on Bank Deposits, Notes, Mortgages, and Corporation Bonds
- Rents
- Royalties
- Profit from Sale of Real Estate, Stocks, Bonds, and other Capital Assets (From Schedule B)
- Dividends on Stock of Domestic Corporations

- Other Income (including dividends received on stock of foreign corporations). (State source of income):
  - (a) RANCH PRODUCE 595.63
  - (b) EXCESS OF INCOME OVER CARRYING 55.96
  - (c) SUNDRY 1,998.20

11. Total Income in Items 3 to 10 42,566.66

**DEDUCTIONS**

- Occupation of Officers (From Schedule O)
- Rent on Business Property
- Repairs (From Schedule D)
- Interest
- Taxes (From Schedule E)
- Losses by Fire, Storm, etc. (From Schedule F)
- Bad Debts (From Schedule G)
- Dividends (From Schedule H)
- Depreciation (resulting from exhaustion, wear and tear, or obsolescence) (From Schedule I)
- Depletion of Mines, Oil and Gas Wells, Timber, etc. (Submit schedule, see Instruction 2)
- Other Deductions Not Reported Above. (Explain below, or on separate sheet): AMORTIZATION OF CONTRACT
  - (a) Salaries and wages. (Not included in Item 2, 13, or 14 above)
  - (b) Net Loss for prior year. (Submit schedule)
  - (c) REAL ESTATE EXPENSE 17455.39 AUDIO 1726.14 STUDIO KITCHEN
  - (d) YACHT EXP. USED IN PRODUCTION
  - (e) DIVISION OF INTEREST 3000.00 LIVESTOCK 1091.78
  - (f) SUNDRY EXPENSE SEE SCHEDULE
- Total Deductions in Items 12 to 22 273,933.78
- Net Income (Item 11 minus Item 22) 442,509.09

**COMPUTATION OF TAX**

23. Net Income (Item 24 above)	442,509.09	59,738.73
24. Less Credit of \$2,000 (for a domestic corporation having a net income of less than \$25,000)		
25. Balance (Item 23 minus Item 24)	442,509.09	59,738.73
26. Income Tax Paid at Source. (This credit can only be allowed to a nonresident foreign corporation)		
27. Income and Profits Taxes Paid to a Foreign Country or to a Possession of the United States or to a domestic corporation		
28. Balance of Tax (Item 25 minus Items 26 and 27)		59,738.73

An amended return must be marked "Amended" at top of return

Checks and drafts will be accepted only if payable to

92  
402800  
Serial Number  
Collected by  
RECEIVED BY THE REVENUE DEPARTMENT OF INTERNAL REVENUE  
CALIFORNIA DISTRICT OFFICE  
MAR 15 1927  
Cash Office  
LOS ANGELES, CALIF.  
Post Office

Return proved

POST OFFICE  
MAY 22 1927  
DATE

57 00 81  
57 00 83





Page 2 of Return

SCHEDULE A—COST OF MANUFACTURING OR PRODUCING GOODS (See Instruction 2)

[Not filled out.]

SCHEDULE B—PROFIT FROM SALE OF REAL ESTATE, STOCKS, BONDS, ETC. (See Instruction 8)

1. Kind of Property	2. Date Acquired	3. Amount Received	4. Depreciation Allowable Since Acquisition	5. Cost	6. Value as of March 1, 1913	7. Subsequent Improvements	8. Net Profit (Enter as Item 8)
Ventura Blvd. Lots	.....	\$ 2,500.00	\$	\$ 1,117.67	\$	Net loss	\$ 1,382.33
Laughlin Park Lots	.....	44,550.00	.....	17,895.33	.....	.....	26,654.67
Stock Bancitaly—500 sh.	.....	39,383.75	.....	34,550.00	.....	.....	4,833.75
Stock Julian Oil Co.—4000 sh.	.....	81,531.25	.....	61,375.00	.....	.....	20,156.25
Stock Hutton Margin Acct.	.....	.....	.....	.....	.....	\$111.26	.....
Stock Bk. of I. Margin Acct.	.....	.....	.....	.....	.....	252.00	.....

State how property was acquired.....

## SCHEDULE C—COMPENSATION OF OFFICERS (See Instruction 12)

1. Name of Officer	2. Official Title	3. Time Devoted to Business	Shares of Stock Owned		6. Amount of Compensation (Enter as Item 12)
			4. Common	5. Preferred	
C. B. De Mille.....	Pres.	All	2997	.....	\$ 6,166.66
C. A. De Mille.....	V. Pres.	Part	1000	.....	36,400.00
A. G. King.....	Mgr.	All	1	.....	.....
E. K. Adams.....	Secy.	Part	1	.....	.....
G. Rosson .....	Treas.	Part	1	.....	.....

## SCHEDULE D—COST OF REPAIRS (See Instruction 14)

[Not filled out.]

## SCHEDULE E—TAXES PAID (See Instruction 16)

1. Items	2. Amount (Enter as Item 16)
Federal—Admission .....	\$ 38.60
Club .....	5.40
State—Auto License .....	9.00
Corp. License .....	75.00
Corp. Franchise .....	1,046.00
Gas and Oil.....	84.70
City and Co.—Property.....	9,548.13
Total.....	\$10,806.83

SCHEDULE F—EXPLANATION OF LOSSES BY FIRE,  
STORM, ETC. (See Instruction 17)

[Not filled out.]

## SCHEDULE G—BAD DEBTS (See Instruction 18)

1. Year	3. Bad Debts
Otto Bush .....	\$ 500.00
Cinema Stock .....	50,000.00
Total .....	\$50,500.00

## SCHEDULE H—DIVIDENDS DEDUCTIBLE

(See Instruction 19)

[Not filled out.]

SCHEDULE I—EXPLANATION OF DEDUCTION FOR DEPRECIATION (See Instruction 20)

1. Kind of Property (If buildings, state material of which constructed)	2. Date Acquired	3. Age When Acquired	4. Probable Life After Acquire- ment	5. Cost	6. Value as of March 1, 1913	Amount of Depreciation	
						7. Previous years	8. This year
Real Est. Imp.....	Various	Various	Various	\$50,848.25	\$	\$16,434.41	\$ 7,287.40
Fur. and Fix.....	"	"	"	11,155.97		565.26	608.69
Automobiles .....	"	"	"	8,340.00		4,342.50	1,350.00
Livestock .....	"	"	"	4,445.00		.....	1,087.50
Implements .....	"	"	"	2,021.40		550.58	368.48
							\$10,702.07

Attach a separate sheet if any of the above schedules do not provide sufficient space.

[462]

Page 3 of Return

SCHEDULE K—BALANCE SHEETS (See Instruction 43)

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
<b>ASSETS</b>				
1. Cash .....		\$ 43,845.77		\$155,840.06
2. Notes receivable .....		39,935.85		213,640.24
3. Accounts receivable.....	\$ 14,517.07		\$ 3,653.97	
Less reserve for bad debts .....		14,517.07		3,753.97
<hr/>				
4. Inventories:				
Raw materials .....	\$ .....		\$ .....	
Work in process.....	.....		.....	
Finished goods .....	.....		.....	
Supplies .....	.....		.....	
.....	.....		.....	
.....	.....		.....	
<hr/>				
5. Investments:				
Obligations of a State, Territory, or any political subdivision thereof, or the District of Columbia.....	\$ .....		\$ .....	
Securities issued under the Federal Farm Loan Act, or under such Act as amended .....	.....		.....	
Obligations of the United States or its possessions .....	.....		.....	
<hr/>				
6. Loans (describe fully):				
.....	\$ .....		\$ .....	
.....	.....		.....	
.....	.....		.....	
<hr/>				

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
7. Deferred charges:				
Prepaid insurance .....\$	.....		\$	.....
Prepaid taxes .....	.....			.....
.....	.....			.....
8. Capital assets:				
Land .....		369,452.03		388,896.15
Buildings .....\$131,024.52			\$150,848.25	
Machinery and equip- ment .....	1,842.40		2,021.40	
Furniture and fixtures	2,813.18		11,155.97	
Delivery equipment.....	8,940.00		8,340.00	
Yacht .....	66,111.91		66,111.91	
Monoplane, Jan.				
Livestock, Dec. ....	2,650.00		4,445.00	
	\$213,382.01		\$242,922.53	
Less reserves for de- preciation and deple- tion .....	55,635.75	157,746.26	72,804.60	170,117.93
9. Patents .....				
10. Good will .....				
11. Other assets (describe fully):				
Accrued rentals and royalties .....	\$309,550.41		\$ 8,142.58	
Stocks and bonds.....	234,312.02		589,491.51	
Premium on life in- surance .....	16,176.00		21,568.00	
Dramatic property ....	55,722.35	615,760.78	34,028.50	653,230.59
12. Total Assets .....		\$1,2412,55.76		\$1,585,478.94

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
<b>LIABILITIES</b>				
Mtgs. payable .....		177,342.95		128,898.50
13. Notes payable .....		\$ 800.00	\$	.....
14. Accounts payable .....		600.00		25,090.15
15. Accrued expenses (describe fully):				
Interest .....	\$ 1,358.72		\$ 713.93	
Rentals .....	2,116.95		.....	
.....	.....	3,475.67	.....	713.93
16. Other liabilities (describe fully):				
.....	\$	.....	\$	.....
.....	.....	.....	.....	.....
.....	.....	.....	.....	.....
.....	.....	.....	.....	.....
17. Capital stock:				
Preferred stock (less stock in treasury).....	\$	.....	\$	.....
Common stock (less stock in treasury).....	400,000.00	400,000.00	400,000.00	400,000.00
18. Surplus .....	\$659,037.14		\$1,030,776.36	
19. Undivided profits .....	.....	659,037.14		1,030,776.36
20. Total Liabilities .....	\$1,241,255.76		\$1,585,478.94	
Remarks .....				
.....				
.....				
.....				

Page 4 of Return

SCHEDULE L—RECONCILIATION OF NET INCOME  
AND ANALYSIS OF CHANGES IN SURPLUS

1. Net income from Item 24, page 1 of the return .....	\$ 442,509.09
2. Nontaxable income:	
(a) Interest on obligations of a State, Territory, or any political subdivision thereof, or the District of Columbia.....	49.14
(b) Interest on securities issued under the Federal Farm Loan Act, or under such Act as amended.....	.....
(c) Interest on obligations of the United States or its possessions.....	.....
(d) Dividends deductible under Section 234(a) 6 of the Revenue Act of 1926.....	21,499.66
(e) Proceeds of life insurance policies paid upon the death of the insured.....	.....
(f) Other items of nontaxable income (to be detailed):	
(1) .....	.....
(2) .....	.....
(3) .....	.....
3. Charges against reserve for bad debts, if Item 18, page 1 of return, is not an addition to a reserve .....	.....
4. Charges against reserves for contingencies, etc. (to be detailed):	
(a) .....	.....
(b) .....	.....
(c) .....	.....
5. Total of Lines 1 to 4, inclusive.....	\$ 464,057.89
6. Total from Line 14.....	52,318.67
7. Net profit for year as shown by books, before any adjustments are made therein (Line 5 minus Line 6).....	\$ 411,739.22
8. Surplus and undivided profits as shown by balance sheet at close of preceding taxable year .....	659,037.14



9. Other credits to surplus (to be detailed) :	
(a) .....	.....
(b) .....	.....
(c) .....	.....
10. Total of Lines 7 to 9, inclusive.....	\$1,070,776.36
11. Total from Line 17.....	40,000.00
12. Surplus and undivided profits as shown by balance sheet at close of taable year (Line 10 minus Line 11).....	\$1,030,776.36
13. Unallowable deductions:	
(a) Donations, gratuities, and contributions.. \$	242.85
(b) Income and profits taxes paid to the United States, and so much of such taxes paid to its possessions or foreign coun- tries as are claimed as a credit in Item 32, page 1 of the return.....	52,075.82
(c) Federal taxes paid on tax-free covenant bonds .....	.....
(d) Special improvement taxes tending to increase the value of the property as- sessed .....	.....
(e) Furniture and fixtures, additions, or betterments treated as expenses on the books .....	.....
(f) Replacements and renewals.....	.....
(g) Insurance premiums paid on the life of any officer or employee where the cor- poration is directly or indirectly a bene- ficiary .....	.....
(h) Interest on indebtedness incurred or con- tinued to purchase or carry obligations or securities the interest upon which is wholly exempt from taxation.....	.....
(i) Additions to reserve for bad debts which are not included in Item 18, page 1 of return .....	.....

(j) Additions to reserves for contingencies, etc. (to be detailed) :		
(1) .....	.....	.....
(2) .....	.....	.....
(3) .....	.....	.....
(k) Other unallowable deductions (to be detailed) :		
(1) .....	.....	.....
(2) .....	.....	.....
(3) .....	.....	.....
14. Total of Line 13.....	\$	52,318.67
15. Dividends paid during the taxable year (state whether paid in cash, stock of the corporation, or other property) :		
(a) Date paid..... Character.....	\$	20,000.00
(b) Date paid..... Character.....		20,000.00
(c) Date paid..... Character.....		.....
(d) Date paid..... Character.....		.....
16. Other debits to surplus (to be detailed) :		
(a) .....	.....	.....
(b) .....	.....	.....
(c) .....	.....	.....
17. Total of Lines 15 and 16.....	\$	40,000.00

## QUESTIONS

### KIND OF BUSINESS

[Not filled out.]

#### 3. Answers:

- (a) General class (use key letter designation) C.
- (b) Main income-producing business (give specifically the information called for under each key letter, also whether acting as principal, or as agent on commission; state if inactive or in liquidation).

Moving picture producer acting as principal.

AFFILIATIONS WITH OTHER  
CORPORATIONS

See Instruction 38

4. Does the corporation own 95 per cent or more of the outstanding capital stock of another domestic corporation or of other corporations? No.

5. Is over 95 per cent or more of your outstanding capital stock owned by another corporation? No.

6. Is 95 per cent or more of your outstanding capital stock as well as 95 per cent or more of the outstanding capital stock of another corporation or of other corporations owned or controlled by the same individual or partnership or by the same individuals, partnerships, or corporations in substantially the same proportion? No.

7. If the answer to questions 4, 5, and 6, or to any of them, is "yes," answer the following:

[Not filled out.]

PRÉDECESSOR BUSINESS

8. Did the corporation file a return under the same name for the preceding taxable year? Yes. If not, was the corporation in any way an outgrowth, result, continuation, or reorganization of a business or businesses in existence during this or the preceding taxable year? If answer is "yes," give name and address of each predecessor business.

BASIS OF RETURN

9. Is this return made on the basis of actual receipts and disbursements? Yes. If not, describe fully what other basis or method was used in computing net income.

## LIST OF ATTACHED SCHEDULES

[Not filled out.]

## AFFIDAVIT

We, the undersigned, president and treasurer of the corporation for which this return is made, being severally duly sworn, each for himself deposes and says that this return, including the accompanying schedules and statements, has been examined by him and is, to the best of his knowledge and belief, a true and complete return made in good faith, for the taxable year as stated, pursuant to the Revenue Act of 1926 and the Regulations issued under authority thereof.

[Corporate Seal] CECIL B. deMILLE

President.

A. G. KING

Treasurer.

Sworn to and subscribed before me this 15th day of March, 1927.

[Notarial Seal] GLADYS ROSSON,

Notary Public,

in and for the County of Los Angeles, State of California.

My commission expires June 12, 1937. [464]

SCHEDULE—REAL ESTATE INCOME AND CARRY  
CHARGES OF JOINT VENTURES

	Net Loss	Net Gain
Fernangeles		\$ 207.60
Highland Ave.		1,375.82
Hollywood Blvd.	\$570.30	
N. side of Sunset	569.38	
Sunset and Cahunga	29.16	
1628 Vine St.	358.62	
	<hr/>	<hr/>
	\$1,527.46	\$1,583.42
		1527.46
		<hr/>
	Net Gain	\$ 55.96

## SCHEDULE OF SUNDRY INCOME

Discount on purchase of Rose mtg.	\$1,000.00
Discount on purchase of Berkowitz mtg.	602.75
Discount on purchase of Miller mtg.	367.95
Discount on purchase of bonds	12.50
Cancellation of unclaimed check	15.00
	<hr/>
Net Gain	\$1,998.20
	[465a]

## Comm. of Internal Revenue vs.

Stock—Inter. Con. Rubber—500 sh.	\$6,867.50	\$7,112.50	\$245.00
Bonds—Producer Corp.	3,090.00	3,000.00	90.00
Auto—Buick	570.00	1,800.00	330.00
			<hr/>
Totals	\$938.26	\$53,117.00	938.26
			<hr/>
Net Gain	\$52,178.74		
			[465b]

## Item 19—Dividends Schedule 14

L A Speedway	5425 00
Americommercial	439 38
Central Investment	2136 00
Grand Central Garage	1250 00
Elias Katz Shoe Co.	367 78
Bancitaly	918 50
Marine Pkg. Co.	560 00
N East Sub.	6000 00
Elec. Products	313 50
Bk of Italy	1739 50
Metropolitan Mtg.	600 00
Happiness Candy	250 00
First Nat. Bk	175 00
N Pac R R	250 00
Tide Water Oil Co	150 00
N Am Theatres	500 00
Std Oil of Calif	100 00
Consolidated Royalties	75 00
United Verdi	150 00
Cal Pet	100 00
	<hr/>
Total	21499 66

## Item 22 F—Sundry Expenses

Periodicals		382	26												
Research		624	50												
Publicity		1476	25												
Previewing		141	93												
Reviewing		240	00												
{ <table> <tbody> <tr> <td>Kitchen Studio</td> <td>15</td> <td>58</td> </tr> <tr> <td>Food</td> <td>307</td> <td>19</td> </tr> <tr> <td>Chef</td> <td>900</td> <td>70</td> </tr> <tr> <td>Laundry</td> <td>51</td> <td>81</td> </tr> </tbody> </table>	Kitchen Studio	15	58	Food	307	19	Chef	900	70	Laundry	51	81	}	1275	28
	Kitchen Studio	15	58												
	Food	307	19												
	Chef	900	70												
Laundry	51	81													
Projecting	157	50													
Tel and Tel	452	20													
Stationery	116	46													
Auto Hire	8	10													
Typing	16	25													
Dues	60	60													
Traveling	4994	81													
Insurance	153	00													
Auditing	1466	00													
Messenger	289	00													
Chamber of Commerce	132	00													
Rent of Mach	56	25													
Safety Box	75	00													
Legal Fee	2570	93													
Repairs	4	00													
Vermin	70	00													
R E Dev Assn	222	30													
Manager's Expense	890	63													
Sundry	68	02													
		<hr/>													
Total		15943	27												
			[465c]												



**AMENDED RETURN**  
**CORPORATION INCOME TAX RETURN**  
**For Calendar Year 1926**

File This Return with the Collector of Internal Revenue for Your District on or Before March 15, 1927

PRINT PLAINLY CORPORATIONS NAME AND BUSINESS ADDRESS

**C B DE MILLE PRODUCTIONS**  
 (Name)

**DE MILLE STUDIO**  
 (Street and Number)

**CULVER CITY CALIF**  
 (Post office and State)

Date of Incorporation **JUNE 10 1922**

Under the Laws of *what State or Country* **CALIFORNIA**

**KIND OF BUSINESS PRODUCERS OF MOTION PICTURES**

IS THIS A CONSOLIDATED RETURN? NO

1926

**GROSS INCOME**  
 Less Returns and Allowances

1. Gross Sales from Trading or Manufacturing, Less Returns and Allowances	
2. Less Cost of Goods Sold:	
(a) Inventory at beginning of year	
(b) Merchandise bought for sale	
(c) Cost of manufacturing or otherwise producing goods (From Schedule A)	
(d) Total of lines (b), (c), and (d)	
(e) Less inventory at end of year	
3. Gross Profit from Trading or Manufacturing (Item 1 minus Item 2)	
4. Gross Profit from Operations Other Than Trading or Manufacturing. (State source of income):	
(a)	
(b)	
(c)	
5. Interest on Bank Deposits, Notes, Mortgages, and Corporation Bonds	
6. Rents	
7. Royalties	
8. Profit from Sale of Real Estate, Stocks, Bonds, and other Capital Assets (From Schedule B)	
9. Dividends on Stock of Domestic Corporations	
10. Other Income (including dividends received on stock of foreign corporations). (State source of income):	
(a) NET INCOME REPORTED IN ORIGINAL RETURN	442,509.09
(b) CINEMA STOCK LOSS CLAIMED AS A DEDUCTION IN ORIGINAL RETURN	
(c) RESTORED AS A TANGIBLE ASSET DUE TO ITS SUBSEQUENT EXCHANGE	50,000.00
11. TOTAL INCOME IN ITEMS 3 TO 10 FOR OTHER STOCK HAVING A POTENTIAL VALUE	492,509.09

**DEDUCTIONS**

12. Compensation of Officers (From Schedule C)	
13. Rent on Business Property	
14. Repairs (From Schedule D)	
15. Interest	
16. Taxes (From Schedule E)	
17. Losses by Fire, Storm, etc. (From Schedule F)	
18. Bad Debts (From Schedule G)	
19. Dividends (From Schedule H)	
20. Depreciation (resulting from exhaustion, wear and tear, or obsolescence) (From Schedule I)	
21. Depletion of Mines, Oil and Gas Wells, Timber, etc. (Insert schedule, see Instruction 21)	
22. Other Deductions Not Reported Above. (Explain below, or on separate sheet):	
(a) Salaries and wages. (Not included in Item 3, 15, or 14 above)	
(b) Net Loss for prior year. (Insert schedule)	
(c)	
(d)	
(e)	
23. TOTAL DEDUCTIONS IN ITEMS 12 TO 22	
24. NET INCOME (Item 11 minus Item 23)	492,509.09

**COMPUTATION OF TAX**

25. Net Income (Item 24 above)	492,509.09	28. Income Tax (15% of Item 27)	66,488.73
26. Less Credit of \$2,000 (for a domestic corporation having a net income of less than \$25,000)		29. If the Net Income of a Domestic Corporation is Less Than \$25,000, Enter the Amount in Excess of \$25,000.	
27. Balance (Item 25 minus Item 26)	492,509.09	30. Total Tax (Item 28 plus Item 29)	66,488.73
31. Less: Income Tax Paid at Source. (This credit can only be allowed to a nonresident foreign corporation)		AMOUNT OF TAX REPORTED	
32. Income and Profits Taxes Paid to a Foreign Country or to a Possession of the United States by a domestic corporation		AMOUNT OF ORIGINAL RETURN	59,738.73
33. Balance of Tax (Item 27 minus Items 31 and 32)		AMOUNT OF ADDITIONAL TAX	6,750.00

An amended return must be marked "Amended" at top of return

Checks and drafts will be accepted only if payable at par 1-1-27

Page 1 of 2  
 Filed August 10 1927  
 Collector of Int. Rev.  
 RECEIVED  
 AUG 5 1927  
 Cash Check No. 696750  
 First Payment of 1927

AMENDED RETURN  
 RECEIVED  
 AUG 5 1927

POSTING  
 DATE

492,509.09  
 66,488.73  
 59,738.73  
 6,750.00

Subt. 157.50  
 6907.50



Page 2 of Return

SCHEDULE A—COST OF MANUFACTURING OR  
PRODUCING GOODS (See Instruction 2)

[Not filled out.]

SCHEDULE B—PROFIT FROM SALE OF REAL ESTATE,  
STOCKS, BONDS, ETC. (See Instruction 8)

[Not filled out.]

SCHEDULE C—COMPENSATION OF OFFICERS  
(See Instruction 12)

[Not filled out.]

SCHEDULE D—COST OF REPAIRS (See Instruction 14)

[Not filled out.]

SCHEDULE E—TAXES PAID (See Instruction 16)

[Not filled out.]

SCHEDULE F—EXPLANATION OF LOSSES BY FIRE,  
STORM, ETC. (See Instruction 17)

[Not filled out.]

SCHEDULE G—BAD DEBTS (See Instruction 18)

[Not filled out.]

SCHEDULE H—DIVIDENDS DEDUCTIBLE  
(See Instruction 19)

[Not filled out.]

SCHEDULE I—EXPLANATION OF DEDUCTION FOR  
DEPRECIATION (See Instruction 20)

[Not filled out.]

[467]

Page 3 of Return

SCHEDULE K—BALANCE SHEETS (See Instruction 43)

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
<b>ASSETS</b>				
1. Cash .....		\$ .....		\$ .....
2. Notes receivable .....		.....		.....
3. Accounts receivable.....\$ .....			\$ .....	
Less reserve for bad debts .....		.....		.....
		_____		_____
4. Inventories:				
Raw materials .....\$ .....			\$ .....	
Work in process.....		.....		.....
Finished goods .....		.....		.....
Supplies .....		.....		.....
.....		.....		.....
.....		_____		_____
5. Investments:				
Obligations of a State, Territory, or any political subdivision thereof, or the District of Columbia.....\$ .....			\$ .....	
Securities issued under the Federal Farm Loan Act, or under such Act as amended .....		.....		.....
Obligations of the United States or its possessions .....		.....		.....
		_____		_____
6. Loans (describe fully):				
.....\$ .....			\$ .....	
.....		.....		.....
.....		.....		.....
		_____		_____

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
7. Deferred charges:				
Prepaid insurance .....	\$ .....		\$ .....	
Prepaid taxes .....	.....		.....	
.....	.....		.....	
<hr/>				
8. Capital assets:				
Land .....		.....		.....
Buildings .....	\$ .....		\$ .....	
Machinery and equip- ment .....	.....		.....	
Furniture and fixtures .....	.....		.....	
Delivery equipment.....	.....		.....	
.....	.....		.....	
.....	.....		.....	
<hr/>				
	\$ .....		\$ .....	
Less reserves for de- preciation and deple- tion .....	.....		.....	
<hr/>				
9. Patents .....		.....		.....
10. Good will .....		.....		.....
11. Other assets (describe fully):				
.....	\$ .....		\$ .....	
Stocks and bonds plus \$50,000.00 .....	.....		639,491.51	
.....	.....		.....	
.....	.....		.....	
<hr/>				
12. Total Assets .....		\$ .....		\$ .....
 LIABILITIES				
13. Notes payable .....		\$ .....		\$ .....
14. Accounts payable .....		.....		.....
15. Accrued expenses (describe fully):				
.....	\$ .....		\$ .....	
.....	.....		.....	
.....	.....		.....	
<hr/>				

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
16. Other liabilities (describe fully):				
.....\$ .....			\$ .....	
.....			.....	
.....			.....	
.....			.....	.....
17. Capital stock:				
Preferred stock (less stock in treasury).....\$ .....			\$ .....	
Common stock (less stock in treasury).....			.....	.....
18. Surplus, plus				
\$50,000.00 .....	\$ .....		\$1,080,776.36	
19. Undivided profits .....			.....	.....
20. Total Liabilities .....	\$ .....		\$ .....	

Remarks: All other extensions of the balance sheet reported in the original return remain as before only the adjustments are here given for convenience in reviewing this amendment.

Page 4 of Return

SCHEDULE L—RECONCILIATION OF NET INCOME  
AND ANALYSIS OF CHANGES IN SURPLUS

[Not filled out.]

QUESTIONS

KIND OF BUSINESS

[Not filled out.]

AFFIDAVIT

We, the undersigned, president and treasurer of the corporation for which this return is made, being severally duly sworn, each for himself deposes and says that this return, including the accompanying schedules and statements, has been examined by him and is, to the best of his knowledge and belief, a true and complete return made in good faith, for the taxable year as stated, pursuant to the Revenue Act of 1926 and the Regulations issued under authority thereof.

[Corporate Seal] CECIL B. DE MILLE

President.

A. G. KING

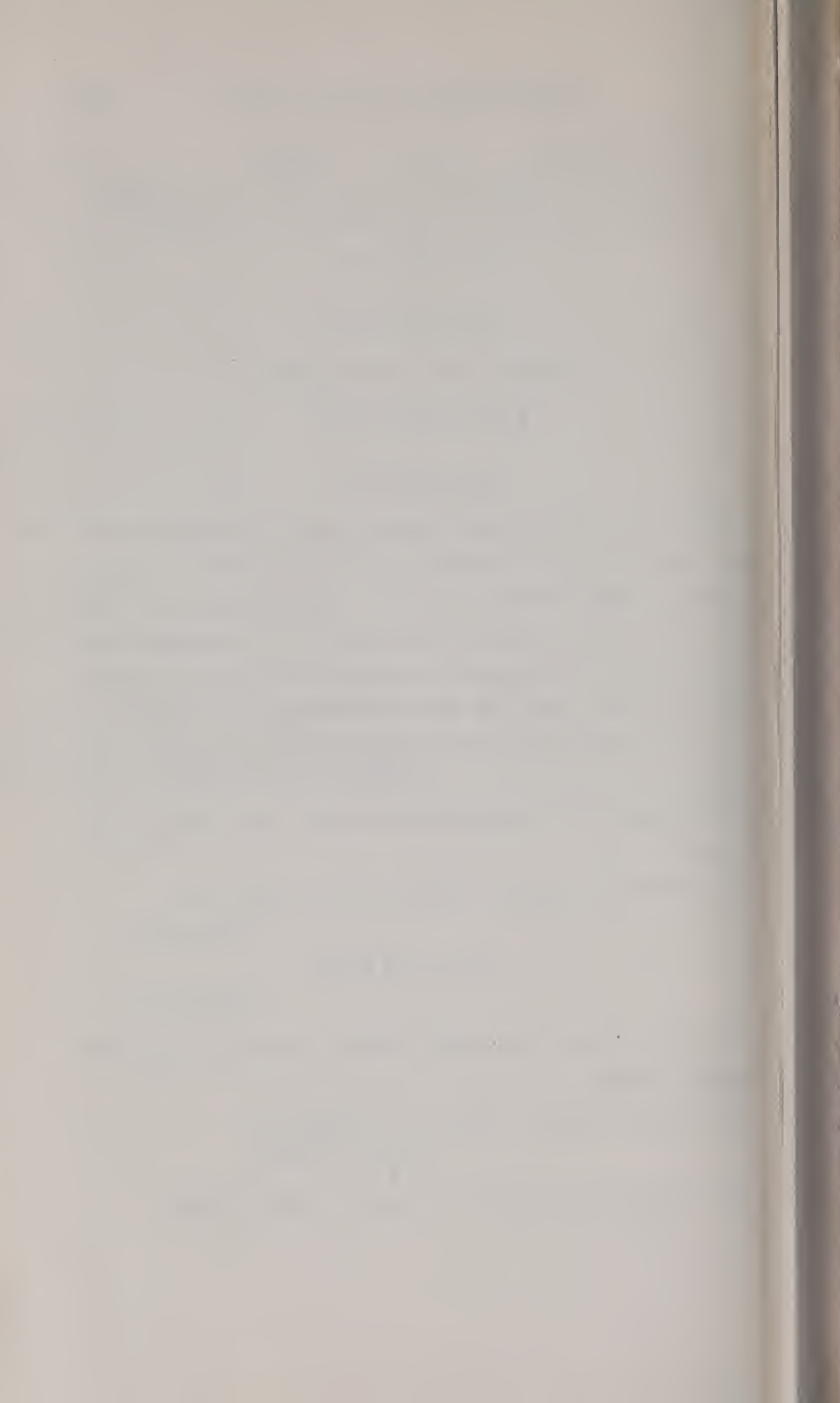
Treasurer.

Sworn to and subscribed before me this 4 day of August, 1927.

[Notarial Seal] GLADYS ROSSON,

Notary Public,

My commission expires June 12, 1930. [469]





# CORPORATION INCOME TAX RETURN For Calendar Year 1927

File This Return with the Collector of Internal Revenue for Year Divided as or Before March 15, 1928

92

401426  
 RECEIVED BY COLLECTOR (Signature)  
 MAR 14 1928  
 LOS ANGELES OFF.  
 O. G. B.  
 Check M. O. Cont. of Ind.  
 Post Payment

PLANT PLAINLY CORPORATION'S NAME AND BUSINESS ADDRESS  
**C B DE MILLE PRODUCTIONS INC**

DE MILLE STUDIO  
 (Street and Number)  
**CULVER CITY**  
 (Post office and State)  
**CALIFORNIA**

Date of Incorporation  
**JUNE 10 1922**  
 (Post office and State)  
**CALIFORNIA**

IS THIS A CONSOLIDATED RETURN? **NO**

KIND OF BUSINESS **PRODUCER OF MOTION PICTURES**

**GROSS INCOME**

1. Gross Receipts From Trading or Manufacturing, Less Returns and Allowances	
2. Less Capital Goods Sold:	
(a) Inventory at close of preceding year	
(b) Merchandise bought for sale	
(c) Cost of manufacturing or otherwise producing goods (From Schedule A)	
(d) Total of lines (a), (b), and (c)	248 000 00
(e) Less inventory at end of year	
3. Gross Profit from Trading or Manufacturing (Item 1 minus Item 2)	
4. Gross Profit from Operations Other Than Trading or Manufacturing. (State nature of items):	
(a) <b>PRODUCTION CONTRACT WITH C. B. DE MILLE PICTURES CORP</b>	
(b)	
(c)	
5. Interest on Bank Deposits, Notes, Mortgages, and Corporation Bonds	14 443 55
6. Rents	
7. Royalties	39 930 68
8. Profit from Sale of Real Estate, Stocks, Bonds, and other Capital Assets (From Schedule D)	30 404 15
9. Dividends or Equity in Other Corporations (State nature of items)	
10. Other Income (Including dividends received on stock of foreign corporations). (State nature of items):	
(a) <b>SUNDRY INCOME</b>	1 273 31
(b)	
(c)	
11. Total Income in Items 3 to 10	81 950 00

FIELD AUDIT

**DEDUCTIONS**

12. Compensation of Officers (From Schedule C)	
13. Rent on Business Property	20 323 26
14. <del>Real Estate Carrying Charges</del> REAL ESTATE CARRYING CHARGES	10 930 33
15. Interest	10 625 65
16. Taxes (From Schedule E)	727 14
17. <del>Losses from Exhaustion, Wear and Tear, or Obsolescence</del> JOINT OWNERSHIP LOSSES	135 00
18. Bad Debts (From Schedule G)	25 761 79
19. Dividends (From Schedule H)	2 958 27
20. Depreciation (resulting from exhaustion, wear and tear, or obsolescence) (From Schedule I)	2 166 67
21. <del>Other Deductions Not Reported Above.</del> AMORTIZATION	
22. Other Deductions Not Reported Above. (Explain below, or on separate sheet):	
(a) Salaries and wages. (Not included in Item 5, 14, or 14 above)	
(b) Net Loss for prior year. (Subtract schedule)	
(c) <b>TAXES</b>	
(d) <b>IMPEST THEATRE EXPENSE 5 020 12</b> YACHT EXPENSE 20 868 76	25 888 88
(e) <b>KITCHEN EXPENSE 2 571 92</b> AUTOMOBILE EXPENSE 1 750 33	4 322 25
(f) <b>TRAVELING EXPENSE 5 650 00</b> SUNDRY EXPENSES 9 669 91	15 319 91
(g)	
23. Total Deductions in Items 12 to 22	17 752 50
24. Net Income (Item 11 minus Item 23)	64 197 50

**COMPUTATION OF TAX**

25. Net Income (Item 24 above)	64 197 50
26. Less Credit of \$7,000 for a domestic corporation having a net income of less than \$25,000	141 052 83
27. Balance (Item 25 minus Item 26)	141 052 83
28. Less: Income Tax Paid at Source. (This credit can only be allowed to a nonresident foreign corporation)	
29. Income and Profits Tax Paid to a Foreign Country or to a Possession of the United States by a domestic corporation	
30. Balance of Tax (Item 27 minus Items 28 and 29)	19 042 13

An amended return must be marked "Amended" at top of return

Checks and drafts will be accepted only if payable to you

476  
 42995  
 HAs

359 813 48

218 760 65  
 141 052 83

19 042 13

19 042 13

19 042 13



Page 2 of Return

SCHEDULE A—COST OF MANUFACTURING OR PRODUCING GOODS (See Instruction [Illegible])

[Not filled out.]

SCHEDULE B—PROFIT FROM SALE OF REAL ESTATE, STOCKS, BONDS, ETC. (See Instruction 8)

[Not filled out.]

SCHEDULE C—COMPENSATION OF OFFICERS (See Instruction 12)

1. Name of Officer	2. Official Title	3. Time Devoted to Business	4. Shares of Stock Owned		6. Amount of Compensation (Enter as Item 12)
			4. Common	5. Preferred	
C. B. De Mille.....	Pres.	All	2,997		\$26,000.00
C. A. De Mille.....	V. Pres.	Part	1,000		43,900.00
A. G. King.....	Secy.	All	1		12,050.00
Total.....					\$81,950.00

SCHEDULE D—COST OF REPAIRS  
(See Instruction 14)

[Not filled out.]

SCHEDULE E—TAXES PAID  
(See Instruction 16)

See attached schedule.

SCHEDULE F—EXPLANATION OF LOSSES BY FIRE, STORM, ETC. (See Instruction 17)

[Not filled out.]

SCHEDULE G—BAD DEBTS (See Instruction 18) SCHEDULE H—DIVIDENDS DEDUCTIBLE  
(See Instruction 19)

1922—Actual losses only are charged off.

[Not filled out.]

SCHEDULE I—EXPLANATION OF DEDUCTION FOR DEPRECIATION (See Instruction 20)

1. Kind of Property (If buildings, state material of which constructed)	2. Date Acquired	3. Age When Acquired	4. Probable Life After Acquire- ment	5. Cost (Exclusive of Land)	6. Value as of March 1, 1913 (Exclusive of Land)	Amount of Depreciation	
						7. Previous years	8. This year
Real estate improvements.....	Various	Various	Various	\$189,324.96	\$	\$23,721.81	\$ 9,075.35
Furniture and fixtures.....	*	*	*	12,871.15	.....	1,173.95	1,228.21
Automobiles .....	*	*	*	9,078.62	.....	4,792.50	1,292.33
Livestock .....	*	*	*	4,445.00	.....	1,087.50	1,089.50
Implements .....	*	*	*	2,389.92	.....	919.06	423.23
Poultry .....	*	*	*	2,527.50	.....	*	*
Yacht .....	*	*	*	38,598.86	.....	41,109.78	*
Totals.....				\$259,236.01		\$72,804.60	\$13,108.62

Attach a separate sheet if any of the above schedules do not provide sufficient space

Page 3 of Return

SCHEDULE K—BALANCE SHEETS (See Instruction 43)

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
<b>ASSETS</b>				
1. Cash .....		\$155,840.06		\$169,327.66
2. Notes receivable .....		213,640.24		216,206.41
3. Accounts receivable.....\$	3,753.97		\$	1,981.03
Less reserve for bad debts .....		3,753.97		1,981.03
<hr/>				
4. Inventories:				
Raw materials .....	\$		\$	
Work in process.....				
Finished goods.....				
Supplies .....				
.....				
.....				
<hr/>				
5. Investments:				
Obligations of a State, Territory, or any political subdivision thereof, or the District of Columbia.....\$			\$	
Securities issued under the Federal Farm Loan Act, or under such Act as amended .....				
Obligations of the United States or its possessions .....				
<hr/>				
6. Loans (describe fully):				
.....\$			\$	
.....				
.....				
<hr/>				

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
7. Deferred charges:				
Prepaid insurance .....	\$ .....		\$ .....	
Prepaid taxes .....	.....		.....	
.....	.....	.....	.....	.....
8. Capital assets:				
Land .....		388,896.15		418,494.72
Buildings .....	\$150,848.25		\$189,324.96	
Machinery and equip- ment .....	2,021.40		2,389.92	
Furniture and fixtures	11,155.97		12,871.15	
Delivery equipment.....	8,340.00		9,078.62	
Yacht .....	66,111.91		38,598.86	
Livestock.....	4,445.00		6,972.50	
	\$242,922.53		\$259,236.01	
Less reserves for de- preciation and deple- tion .....	72,804.60	170,117.93	85,913.22	173,322.79
9. Leasehold .....				18,333.33
10. Memberships and pic- ture rights .....		1,000.00		2,500.00
11. Other assets (describe fully):				
Stocks and bonds.....	\$639,491.51		\$721,338.45	
Accrued royalties .....	8,142.58		.....	
Premium on life in- surance .....	21,568.00		26,960.00	
Dramatic property .....	33,028.50	702,230.59	33,028.50	781,326.95
12. Total Assets .....	\$1,635,478.94		\$1,781,492.89	

## LIABILITIES

13. Notes payable and mortgages .....		\$128,898.50		\$215,558.50
14. Accounts payable .....		25,090.15		30,977.71

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
15. Accrued expenses (describe fully):				
Interest .....	\$ 713.93		\$ .....	
.....	.....		.....	
.....	.....	713.93	.....	
.....	.....	.....	.....	
16. Other liabilities (describe fully):				
.....	\$ .....		\$ .....	
.....	.....		.....	
.....	.....		.....	
.....	.....	.....	.....	
17. Capital stock:				
Preferred stock (less stock in treasury).....	\$ .....		\$ .....	
Common stock (less stock in treasury).....	400,000.00	400,000.00	400,000.00	400,000.00
18. Surplus .....	\$1,080,776.36		\$1,134,956.68	
19. Undivided profits.....	.....	1,080,776.36	.....	1,134,956.68
20. Total Liabilities .....	\$1,635,478.94	\$1,635,478.94		\$1,781,492.89

Remarks: On the \$13,108.62 in depreciation taken \$1,075.00 was on a fancy horse and not claimed as a tax deduction. The depreciation on the yacht appears excessive but this condition is only temporary due to a fire and the crediting of insurance against the original cost. The restoration costs will restore this account to its normal condition.

[472]

Page 4 of Return

SCHEDULE L—RECONCILIATION OF NET INCOME  
AND ANALYSIS OF CHANGES IN SURPLUS

1. Net income from Item 24, page 1 of the return .....	\$ 141,052.83
2. Nontaxable income:	
(a) Interest on obligations of a State, Terri- tory, or any political subdivision thereof, or the District of Columbia.....	782.42

(b) Interest on securities issued under the Federal Farm Loan Act, or under such Act as amended.....	.....
(c) Interest on obligations of the United States or its possessions.....	.....
(d) Dividends deductible under Section 234(a) 6 of the Revenue Act of 1926	25,761.79
(e) Proceeds of life insurance policies paid upon the death of the insured.....	.....
(f) Other items of nontaxable income (to be detailed):	
(1) .....	.....
(2) .....	.....
(3) .....	.....
3. Charges against reserve for bad debts, if Item 18, page 1 of return, is not an addition to a reserve .....	.....
4. Charges against reserves for contingencies, etc. (to be detailed):	
(a) .....	.....
(b) .....	.....
(c) .....	.....
5. Total of Lines 1 to 4, inclusive.....	\$ 167,597.04
6. Total from Line 14.....	73,416.72
7. Net profit for year as shown by books, before any adjustments are made therein (Line 5 minus Line 6).....	\$ 94,180.32
8. Surplus and undivided profits as shown by balance sheet at close of preceding taxable year .....	1,080,776.36
9. Other credits to surplus (to be detailed):	
(a) .....	.....
(b) .....	.....
(c) .....	.....
10. Total of Lines 7 to 9, inclusive.....	\$1,174,956.68
11. Total from Line 17.....	40,000.00
12. Surplus and undivided profits as shown by balance sheet at close of taxable year (Line 10 minus Line 11).....	\$1,134,956.68



13. Unallowable deductions:	
(a) Donations, gratuities, and contributions... \$	.....
(b) Income and profits taxes paid to the United States, and so much of such taxes paid to its possessions or foreign countries as are claimed as a credit in Item 32, page 1 of the return.....	69,956.42
(c) Federal taxes paid on tax-free covenant bonds .....	.....
(d) Special improvement taxes tending to increase the value of the property assessed .....	.....
(e) Furniture and fixtures, additions, or betterments treated as expenses on the books .....	.....
(f) Replacements and renewals.....	.....
(g) Insurance premiums paid on the life of any officer or employee where the corporation is directly or indirectly a beneficiary .....	.....
(h) Interest on indebtedness incurred or continued to purchase or carry obligations or securities the interest upon which is wholly exempt from taxation.....	.....
(i) Additions to reserve for bad debts which are not included in Item 18, page 1 of return .....	.....
(j) Additions to reserves for contingencies, etc. (to be detailed):	
(1) .....	.....
(2) .....	.....
(3) .....	.....
(k) Other unallowable deductions (to be detailed):	
(1) Kitchen expense .....	857.30
(2) Fancy livestock expense.....	1,528.00
(3) Fancy livestock depreciation.....	1,075.00

---

14. Total of Line 13..... \$ 73,416.72

---

15. Dividends paid during the taxable year (state whether paid in cash, stock of the corporation, or other property):

(a) Date paid.....	Character.....	\$ 20,000.00
--------------------	----------------	--------------

(b) Date paid.....	Character.....	20,000.00
(c) Date paid.....	Character.....	.....
(d) Date paid.....	Character.....	.....
16. Other debits to surplus (to be detailed) :		
(a) .....	.....	.....
(b) .....	.....	.....
(c) .....	.....	.....
17. Total of Lines 15 and 16.....	\$	40,000.00

## QUESTIONS

### KIND OF BUSINESS

[Not filled out.]

#### 3. Answers:

(a) General class (use key letter designation) C.

(b) Main income-producing business (give specifically the information called for under each key letter, also whether acting as principal, or as agent on commission; state if inactive or in liquidation).  
Motion picture producer acting as principal.

### AFFILIATIONS WITH OTHER CORPORATIONS

See Instruction 38

4. Does the corporation own 95 per cent or more of the outstanding capital stock of another domestic corporation or of other corporations? No.

5. Is over 95 per cent or more of your outstanding capital stock owned by another corporation? No.

6. Is 95 per cent or more of your outstanding capital stock as well as 95 per cent or more of the outstanding capital stock of another corporation or of other corporations owned or controlled by the same individual or partnership or by the same individuals, partnerships, or corporations in substantially the same proportion? No.

7. If the answer to questions 4, 5, and 6, or to any of them, is "yes," answer the following:

[Not filled out.]

### PREDECESSOR BUSINESS

8. Did the corporation file a return under the same name for the year preceding taxable year? Yes. Was the corporation in any way an outgrowth, result, continuation, or reorganization of a business or businesses in existence during this or any prior year since December 31, 1917? If answer is "yes", give name and address of each predecessor business, and the date of the change in entity. Upon such change were any asset values increased or decreased? If the answer is "yes", closing balance sheets of old business and opening balance sheets of new business must be furnished.

### BASIS OF RETURN

9. Is this return made on the basis of actual receipts and disbursements? Yes. If not, describe fully what other basis or method was used in computing net income.

### LIST OF ATTACHED SCHEDULES

10. Enter below a list of all schedules accompanying this return, giving for each a brief title and the schedule number. The name and address of the taxpayers should be placed on each separate schedule accompanying the return.

- Item 6 Interest received
- “ 7 Royalties received
- “ 8 Profit on sales

- “ 9 Dividends received
- “ 10 Sundry income
- “ 14 Real estate carrying charge
- “ 15 Interest paid
- “ 16 Taxes paid
- “ 17 Losses on joint ownership
- “ 18 Bad debts
- “ 20 Depreciation
- “ 21 Amortization
- “ 22 Traveling expenses
- “ 22 Sundry expenses

### AFFIDAVIT

We, the undersigned, president and treasurer of the corporation for which this return is made, being severally duly sworn, each for himself deposes and says that this return, including the accompanying schedules and statements, has been examined by him and is, to the best of his knowledge and belief, a true and complete return made in good faith, for the taxable year as stated, pursuant to the Revenue Act of 1926 and the Regulations issued under authority thereof.

[Corporate Seal] CECIL B. DE MILLE

President.

A. G. KING

Secretary.

Sworn to and subscribed before me this 13th day of March, 1928.

[Notarial Seal]

GLADYS ROSSON

Notary Public

in and for the County of Los Angeles,  
State of California.

My commission expires June 12, 1930. [473]

## ITEM 6

## Interest Received

Key System Transit.....	550.00
Harriman Bldg. ....	300.00
Hearst Publications .....	180.00
Golden State Milk .....	150.00
Pan American .....	150.00
Amer. Ins. Bldg. ....	300.00
Commercial Natl. Bk. ....	1,212.39
Bk. of Italy and Bk. of America.....	1,510.88
Bowery & East River.....	419.52
Federal Trust .....	11.50
Bancitaly .....	22.75
Kingdom of Italy.....	66.11
Republic of Bolivia .....	80.00
E. B. McGaffey.....	354.36
Henry Stockbridge .....	50.56
G. H. Flebbe.....	648.69
James Downen .....	359.34
Thos. Walton .....	643.39
F. C. Van Deirse .....	956.67
Fred Geissler .....	525.00
C. O. Raynsford .....	247.88
A. & E. Berkowitz .....	1,177.37
John & Mary Miller .....	162.73
E. H. Willey .....	973.35
J. M. Leisen .....	69.37
F. S. Hilpert .....	262.90
San Pedro St. Realty Co. ....	1,591.68
K. Lyne .....	120.00
E. F. Hutton .....	308.83
F. M. Andreani .....	837.78
Frederick Saurin .....	3.39
A. G. King .....	100.00
Jeanie MacPherson .....	34.55
Equitable Investment Co. ....	196.02
Ventura Escrow .....	45.21
Accrued int. on 200 shrs. United Bank & Trust.....	124.92
Accrued int. on five I. A. Elec. 4½'s.....	53.75
<b>TOTAL .....</b>	<b>14,443.55</b>

## ITEM 7

## Royalties

Ten Commandments .....	32,418.30
Country Doctor .....	1,929.83
His Dog .....	1,146.58
Fighting Eagle .....	1,579.53
Dress Parade .....	818.30
Angel of Broadway .....	659.32
The Wreck of the Hesperus .....	356.14
The Wise Wife.....	304.45
The Forbidden Woman .....	264.96
The Girl in Pullman .....	240.18
The Main Event .....	179.88
The Rush Hour .....	17.03
Almost Human .....	16.18
TOTAL .....	39,930.68

---



---

 [475]

## ITEM 9

## Dividends Received

Bank of Italy .....	3,994.11
Bancitaly .....	2,094.40
Calif. Pet. ....	250.00
Central Investment .....	1,869.00
Consolidated Royalties .....	285.00
Elias-Katz .....	820.00
Elec. Products .....	546.46
First Natl. Bank .....	825.00
Grand Central Garage .....	1,100.00
General Motors .....	875.00
Happiness Candy .....	376.56
Los Angeles Speedway .....	4,725.00
Metropolitan Mtge. ....	800.00
Northern Pacific Ry. ....	1,000.00
Producers International .....	695.41
Pacific Mutual .....	243.35
Pathe .....	1,000.00

Standard Oil of Calif. ....	262.50
Tide Water .....	600.00
United Verde .....	600.00
United Bank of Italy .....	175.00
U. S. Steel .....	525.00
Union Oil Co. ....	2,000.00
Westinghouse .....	100.00

TOTAL ..... 25,761.79

[476]

## ITEM 10 (a)

## Sundry Income

Discount on Note .....	600.00
Bonus on Loan .....	540.00
Stock Rights .....	7.50
Collected on Bad Debts .....	125.81

TOTAL ..... 1,273.31

[477]

## Comm. of Internal Revenue vs.

Kind of Property	Amount Received	Cost	Depreciation	Repairs	Gen. Exp.	Net Profit
Laughlin Park .....	7,200.00	198,185.23	5,294.18	5,021.39	7,763.22	10,878.79
2338 Observatory .....	900.00	19,883.33	742.20	17.50	92.60	47.70
Highland Ave. ....	3,862.19	70,451.65	1,993.22	.....	14.19	1,854.78
Hollywood Blvd. ....	.....	30,227.68	.....	.....	.....	.....
Fernangeles .....	.....	7,923.57	312.18	.....	.....	312.18
Oakhurst .....	.....	12,426.16	.....	.....	211.59	211.59
N. Side Sunset .....	.....	25,922.06	.....	.....	.....	.....
S. Side Sunset .....	.....	7,621.41	.....	.....	39.48	39.48
Ventura Blvd. ....	.....	3,203.99	.....	.....	.....	.....
1628 Vine St. ....	.....	26,770.92	233.34	.....	.....	233.34
Income City Property .....	11,962.19	.....	.....	.....	.....	.....



Craighurst Ranch .....	(28,359.01	.....)	.....	.....	.....
Cereghino Ranch .....	( 5,020.50	.....)	.....	.....	.....
Olmstead Ranch .....	(30,022.00	.....)	.....	.....	.....
—mter Ranch .....	(50,465.00	80.64)	.....	556.87	12,752.77
Wyatt Ranch .....	(25,014.02	11.55)	.....	.....	.....
Wyckoff Ranch .....	(32,220.20	408.04)	.....	.....	.....
Zens Ranch .....	(34,102.95	.....)	.....	.....	.....
Total Income .....	<u>15,221.70</u>	.....	.....	.....	.....
“ Investment .....	<u>607,819.68</u>	.....	.....	.....	.....
“ Depre. on Improvements .....	<u>9,075.35</u>	.....	.....	.....	.....
“ Repairs .....	<u>5,595.76</u>	.....	.....	.....	.....
“ Gen. Expense .....	<u>20,873.85</u>	.....	.....	.....	.....
Net Loss as a carrying charge on property held as an investment .....					<u>20,323.26</u>

NOTE: The tax on Carrying Charge is found in Item 16 of 6,601.93  
 The interest “ “ is found in Item 15 of 8,131.83

14,733.76

## ITEM 15

## Interest Paid

Sec. Tr. & Sav. Bank.....	Zens Ranch.....	567.78
Pac. Mut. Life Ins. Co.....	Laughlin Park.....	2,205.00
Bank of Italy.....	Highland Ave.....	981.71
Bank of Italy.....	Hollywood Blvd. ....	427.30
Federal Tr. & Sav. Bank.....	N. Side Sunset.....	600.84
Pac. S. W. Tr. & Sav. Bank.....	Wyatt Ranch.....	213.75
John A. Hunter.....	Hunter Ranch .....	2,154.58
C. & M. L. Cereghino.....	Cereghino Ranch.....	234.11
John E. Olmstead.....	Olmstead Ranch .....	746.76
As a real estate carrying charge .....		8,131.83
Bank of Italy.....	On loans .....	1,316.70
Bank of Italy.....	On loans .....	476.56
U. S. Treasury.....	On deferred tax.....	1,005.24
TOTAL .....		10,930.33
		[479]

## ITEM 16

## Taxes Paid

City & County		
Ventura Blvd. ....		76.13
Highland Ave. ....		339.62
Oakhurst Drive .....		107.17
Observatory Ave. ....		361.73
Laughlin Park .....		5,211.28
Olmstead Ranch .....		20.81
Hunter Ranch .....		160.91
Wyatt Ranch .....		97.20
Wyckoff " .....		97.85
Zens Ranch .....		119.71
Cereghino Ranch .....		9.52
As a real estate carrying charge .....		6,601.93
Personal Property .....		2,202.56
Yacht .....		502.50

State	
Corporation Tax .....	75.00
Franchise " .....	1,012.50
Gasoline " .....	70.80
Federal	
Admission Tax .....	16.00
Club Dues " .....	44.36
Transfer " .....	100.00
	<hr/>
TOTAL .....	10,625.65
	<hr/> <hr/>
	[480]

## ITEM 17

## Losses on Joint Ownership

Fernangeles .....	165.60
Hollywood Blvd. ....	367.95
N. Side of Sunset .....	322.74
S. Side of Sunset .....	59.04
	<hr/>
	915.33
Less	
1628 Vine St. ....	188.19
	<hr/>
	727.14
	<hr/> <hr/>

NOTE: Distributive share of operating loss on property held jointly.

[481]

## ITEM 18

## Bad Debts

Bert Lynch .....	35.00
	<hr/>
TOTAL .....	\$35.00
	<hr/> <hr/>
	[482]

## ITEM 20

## Depreciaton

	Date Acquired	Rate	Cost	Amount of Depreciation	
				Previous Years	This Year
<b>Furn. &amp; Fix.</b>					
Office .....	Various	10	12,095.77	1,153.85	1,127.71
Dining Room .....	“	10	184.23	9.38	18.42
Ranch House .....	“	20	229.65	10.72	45.93
Yacht .....	“	10	361.50	.....	36.15
TOTAL FURN. & FIX.....				1,173.95	1,228.21
<b>Automobiles</b>					
Cadillac .....	1925	25	3,600.00	1,252.50	900.00
Dodge .....	1927	25	738.62	.....	92.33
Franklin .....	1926	25	1,200.00	.....	300.00
Locomobile .....	1920	.....	3,540.00	3,540.00	.....
TOTAL AUTOS.....				4,792.50	1,292.33
<b>Livestock</b>					
Ranch .....	Various	10	145.00	12.50	14.50
<b>Implements</b>					
Ranch .....	Various	20	2,389.92	919.06	423.23
TOTAL taken under Item 20.....				.....	2,958.27
<b>Real Estate</b>					
Fernangeles .....	1924	5	6,243.57	780.45	312.18
Highland Ave. ....	1923	5	45,277.45	3,543.75	1,993.22
Laughlin Park .....	1923	5	105,883.62	18,005.69	5,294.18
Observatory Ave. ....	1926	5	14,844.03	680.35	742.20
Vine St. ....	1923	5	4,666.67	700.01	233.34
Hunter Ranch .....	1925	20	806.40	.....	80.64
Wyatt Ranch .....	1924	10	115.50	11.56	11.55
Wyckoff Ranch.....	1926	20	4,080.38	.....	408.04
TOTAL taken under Item 14.....				23,721.81	9,075.35

## ITEM 21

## Amortization

Picture Rights .....	500.00
Leasehold	
Tempest Theatre—10 yr. lease	
Cost \$20,000.00 for 10 mos.....	1,666.67
	<hr/>
<b>TOTAL</b> .....	<b>2,166.67</b>
	<hr/> <hr/>
	[484]

## ITEM 22 (e)

## Traveling Expense

C. B. DeMille	
New York .....	1,523.49
A. G. King	
Arizona .....	66.70
Arizona .....	73.03
Kansas City .....	212.95
San Francisco .....	76.06
Auto .....	612.18
	<hr/>
N. S. McCarthy	
New York .....	1,043.92
Ed McNeary	
New York .....	925.00
Gladys Rosson	
New York .....	523.93
A. Umiker	
New York .....	592.74
	<hr/>
<b>TOTAL</b> .....	<b>5,650.00</b>
	<hr/> <hr/>
	[485]

## ITEM 22 (2)

## Sundry Expenses

Publicity .....	3,866.16
Fees .....	1,000.00
Projecting .....	35.00
Auditing .....	971.50
Research .....	200.50
Investigation .....	232.92
Auto Hire .....	21.05
Financial Service & Sub. ....	340.88
Chamber of Commerce .....	440.00
Tel. & Tel. ....	15.99
Stationery .....	128.70
Advertising .....	900.00
Deposit Box .....	75.00
Business Clubs .....	452.03
Flowers .....	265.45
Legal Fees .....	396.50
Sundry Expense .....	327.23
	<hr/>
TOTAL .....	\$9,668.91
	[486]

Kind	Date Acquired	Amount Received	Depreciation Taken	Cost	Net Profit
Ventura, Lots 381-2-3-4-353	9/ 2/24	2,628.32	.....	1,534.93	1,093.39
Laughlin Park, Lots 1-2-3-8	11/23/21	48,334.16	.....	22,246.42	26,087.74
Fernangeles, Return of Cap.	.....	529.96	.....	.....	529.96
Ventura, Lots 385-6	9/ 2/24	959.15	.....	447.07	512.08
Cafe Furniture	5/23/25	564.70	.....	550.00	14.70
100 shrs. Stand. Oil of K.	9/20/26	1,714.00	.....	2,100.00	386.35
1000 " Union Oil	12/31/26	41,465.00	.....	53,137.50	11,672.50
200 " Cal. Pet.	4/ 4/27	5,153.00	.....	5,295.00	917.00
100 " Stand. Oil of Calif.	4/ 4/27	5,448.50	.....	5,522.50	774.00
100 " Julian Pet.	2/29/27	504.00	.....	1,150.00	646.00
..... Klag Bay	9/30/24	.....	.....	3,000.00	3,000.00
—0 " Bancitaly	.....	39,753.00	.....	28,431.52	11,321.48
5 M. Kingdom of Italy	10/ 1/26	4,765.00	.....	4,587.50	177.50
100 shrs. Seaboard	1/ 3/27	3,873.50	.....	3,722.50	151.00
..... Atlantic Coast	1/ 3/27	19,466.00	.....	18,632.90	833.10
1000 " Julian Pet.	2/29/27	8,352.50	.....	8,200.00	152.50
132 " Bancitaly	.....	14,484.74	.....	9,382.40	5,102.34
500 " Pathe	4/27/27	24,117.50	.....	22,600.00	1,517.50
200 " Loews	6/30/27	10,172.00	.....	10,045.00	127.00
100 " Westinghouse	4/29/27	8,625.50	.....	7,222.50	1,403.00
600 " Happiness Candy	3/23/26	3,091.00	.....	3,965.00	874.00
400 " "	3/23/26	1,984.00	.....	2,650.00	666.00

	Kind	Date Acquired	Amount Received	Depreciation Taken	Cost	Net Profit
—0	shrs. Timpkins	8/ 4/27	64,005.00	.....	69,850.00	5,845.00
500	“ Loews	6/30/27	27,517.50	.....	25,612.50	1,905.00
100	“ U. S. Steel	8/29/27	14,391.00	.....	14,155.00	236.00
1000	“ Union Oil	11/ 5/26	8,378.00	.....	8,438.00	60.00
200	“ Pan Western	3/28/27	3,947.00	.....	4,982.50	1,035.50
1000	“ Pathe	9/12/27	5,447.50	.....	9,470.20	4,022.70
100	“ Western Elec.	8/29/27	8,475.50	.....	8,022.50	453.00
.....	First Natl. Bk.	8/ 5/26	21,644.50	.....	20,000.00	1,644.50
5	M. Pan Am.	11/ 6/26	4,686.55	.....	4,975.00	288.45
1000	shrs. Pathe	9/13/27	26,435.00	.....	38,694.99	12,259.00
400	“ Pathe	9/13/27	9,944.00	.....	15,477.60	5,533.60
.....	Pathe	10/10/27	3,575.95	.....	.....	3,575.95
500	“ Chrysler	10/25/27	27,992.50	.....	26,612.50	1,380.00
—0	“ Hupmobile	11/25/27	15,885.50	.....	11,300.00	4,585.50
300	“ Pathe	9/13/27	7,370.50	.....	11,608.20	4,237.70
200	“ Calif. Pet.	4/ 4/27	4,478.00	.....	5,295.00	817.00
100	“ Tide Water	7/23/27	8,723.50	.....	9,750.00	1,026.50
100	“ Pathe	9/13/27	2,373.50	.....	3,869.40	1,495.90
300	“ U. S. Steel	10/ 8/27	44,185.50	.....	42,502.50	1,683.00
600	“ Gen. Motors	10/ 5/27	77,814.00	.....	78,317.50	503.50
100	“ Bancitaly	.....	13,464.50	.....	7,807.29	5,657.21
100	“ United Bank	11/14/27	78,318.50	.....	75,738.00	2,579.50
100	“ Bank of Italy	.....	24,014.50	.....	9,777.45	14,237.05



	Kind	Date Acquired	Amount Received	Depreciation Taken	Cost	Net Profit
100	shrs. Fleischman	10/ 4/27	6,686.00	.....	6,422.50	263.50
300	shrs. Gold Dust	10/29/27	21,520.50	.....	20,167.50	1,353.00
100	" Del. & Hudson	12/ 2/27	18,666.00	.....	18,630.00	36.00
100	" Pathe	9/13/27	2,373.50	.....	3,869.40	1,495.90
100	" Pathe	9/13/27	2,373.50	.....	3,869.40	1,495.90
100	" Gen. Motors	10/ 5/27	13,419.00	.....	13,630.00	211.00
100	" Bancitaly	.....	13,319.00	.....	7,807.29	5,511.71
	Com. & Interest	.....	.....	.....	.....	4,456.56
	TOTAL	.....	.....	.....	.....	30,404.15

[488]



FIELD

**CORPORATION INCOME TAX RETURN**  
**For Calendar Year 1928**

File This Return with the Collector of Internal Revenue for Your District on or Before March 15, 1929

PRINT PLAINLY CORPORATION'S NAME AND BUSINESS ADDRESS

CECIL B. DE MILLE PRODUCTIONS, INC.

(Name)  
METRO GOLDWYN MAYER STUDIO

CULVER, CITY CALIFORNIA

Date of Incorporation JUNE 10, 1922

Under the Laws of what State or Country CALIF

Is This a Consolidated Return of Two or More Corporations? **NO**

Kind of Business

PRODUCER OF MOTION PICTURES

**GROSS INCOME**

1. Gross Sales from Trading or Manufacturing, Less Returns and Allowances.

2. Less Cost of Goods Sold:

(a) Inventory at close of preceding year.

(b) Merchandise bought for sale.

(c) Cost of manufacturing or otherwise producing goods (refer Schedule A).

(d) Total of lines (a), (b), and (c).

(e) Less inventory at end of year.

3. Gross Profit from Trading or Manufacturing (Item 1 minus Item 2).

4. Gross Profit from Operations Other Than Trading or Manufacturing. (Gross source of income):

(a)

(b)

(c)

(d)

(e)

5. Interest on Bank Deposits, Notes, Mortgages, and Corporation Bonds.

Rents.

7. Royalties.

8. Profits from Sale of Real Estate, Stocks, Bonds, etc., and other Capital Assets (refer Schedule B).

9. Dividends (Schedule C).

10. Other Income (refer Schedule D).

(a) PRODUCTION CONTRACTS

(b) USE OF PRODUCTION EQUIPMENT

(c) MISCELLANEOUS INCOME

11. Total Income in Items 3 to 10

**DEDUCTIONS**

12. Compensation of Officers (from Schedule C).

13. EXCESS OF CARRYING CHARGES OVER INCOME CITY PROP

14. EXCESS OF CARRYING CHARGES OVER INCOME RANCH PROP

15. Interest SEE 13 AND 14 FOR INTEREST ON REAL ESTATE

16. Taxes (from Schedule B) SEE 13 AND 14 FOR TAXES ON REAL ESTATE

17. Losses (from Schedule D) WORTHLESS CORPORATION STOCK

18. Bad Debts (from Schedule D)

19. Dividends (from Schedule E)

20. Depreciation (resulting from exhaustion, wear and tear, or obsolescence OTHER THAN ON BUILDINGS

21. AMORTIZATION OF PICTURE RIGHTS

22. Other Deductions Not Reported Above. (Explain below, or on separate sheet):

(a) Salaries and wages. (Not included in Item 2, 12, or 14 above)

(b) BUSINESS ENTERTAINMENT KITCHEN

(c) BUSINESS ENTERTAINMENT ON YACHT

(d) PUBLICITY 5993 90 SUBSCRIPTIONS 216 50

(e) AUTO EXPENSE 3555 23 TRAVELING EXPENSE 1366 18

(f) MISCELLANEOUS

23. Total Deductions in Items 12 to 22

24. NET INCOME (Item 11 minus Item 23)

25. Net Income (Item 24 above)

26. Less Credit of \$3,000 (for a domestic corporation having a net income of less than \$25,360)

27. Balance (Item 25 minus Item 26)

31. Less: Income Tax Paid at Source. (This credit can only be allowed to a nonresident foreign corporation.)

32. Income and Profits Taxes Paid to a Foreign Country or United States possession by a domestic corporation (see Inst. 27)

33. Balance of Tax (Item 30 minus Items 31 and 32)

**COMPUTATION OF TAX**

\$ 716,494.19

\$ 85,979.30

\$ 716,494.19

\$ 85,979.30

28. Income Tax (12% of Item 27)  
29. If the Net Income of a Domestic Corporation is less than \$25,360, enter the amount in excess of \$25,000.

30. Total Tax (Item 28 plus Item 29)

\$ 342,663.24  
\$ 716,494.19

\$ 85,979.30

\$ 85,979.30

An amended return must be marked "Amended" at top of return

Checks and drafts will be accepted only if payable to

\$ 85,979.30  
\$ 85,979.30

Page 1 of Return



Page 2 of Return

SCHEDULE A—COST OF MANUFACTURING OR PRODUCING GOODS (See Instruction 2)

[Not filled out.]

SCHEDULE B—PROFIT FROM SALE OF REAL ESTATE, STOCKS, BONDS, ETC. (See Instruction 8)

See Schedule Attached.

SCHEDULE C—COMPENSATION OF OFFICERS (See Instruction 12)

1. Name of Officer	2. Official Title	3. Time Devoted to Business	Shares of Stock Owned		6. Amount of Compensation (Enter as Item 12)
			4. Common	5. Preferred	
Cecil B. De Mille	Pres.	All	5,794		\$110,583.35
Constance A. De Mille	V. Pres.	Part	2,000		44,200.00
A. G. King	Secy. Treas.	All	2		15,600.00
Gladys Rosson	Asst. Secy.	All	2		6,529.17
			7798		Total \$176,912.52

SCHEDULE D—COST OF REPAIRS  
(See Instruction 14)

SCHEDULE E—TAXES PAID  
(See Instruction 16)

1. Items	2. Amount (Enter as item 16)
[Not filled out.]	
State Corporation .....	\$1,624.50
State Gasoline .....	85.91
State Auto License .....	16.00
Federal Stamp and Club .....	513.43
City County Personal Property .....	4,477.12
Total .....	\$6,716.96

SCHEDULE F—EXPLANATION OF LOSSES BY FIRE, STORM, ETC. (See Instruction 17)

None.

SCHEDULE G—BAD DEBTS  
(See Instruction 18)

Actual losses only are charged off. See schedule.

SCHEDULE H—DIVIDENDS DEDUCTIBLE  
(See Instruction 19)

See schedule attached.

## SCHEDULE I—EXPLANATION OF DEDUCTION FOR DEPRECIATION (See Instruction 20.)

1. Kind of Property (If buildings, state material of which constructed)	2. Date Acquired	3. Age When Acquired	4. Probable Life After Acquirement	5. Cost (Exclusive of Land)	6. Value as of March 1, 1913 (Exclusive of Land)	Amount of Depreciation	
						7. Previous Years	8. This Year
Buildings .....	Various	Various	Various	\$241,488.26	\$ .....	\$31,669.41	\$11,819.00
Furniture, fixtures .....	Various	Various	Various	18,307.41	.....	2,366.01	1,348.44
Automobiles .....	Various	Various	Various	6,293.24	.....	75.00	1,480.00
Livestock .....	Various	Various	Various	4,445.00	.....	2,177.00	1,089.50
Implements .....	Various	Various	Various	3,314.92	.....	1,342.29	500.48
Pheasants .....	Various	Various	Various	2,699.50	.....	.....	.....
Yacht .....	Various	Various	Various	58,642.01	.....	41,145.93	2,629.84
				<u>\$385,190.34</u>		<u>\$78,775.64</u>	<u>\$18,867.26</u>

[490]

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
<b>ASSETS</b>				
1. Cash .....		\$ 169,327.66		\$ 243,142.80
2. Notes receivable .....		216,206.41		297,222.65
3. Accounts receivable .....	\$ 1,981.03		\$ 67,206.81	
Less reserve for bad debts.....		1,981.03		67,206.81
4. Inventories:				
Raw materials .....	\$		\$	
Work in process.....				
Finished goods .....				
Supplies .....				
5. Investments:				
Obligations of a State, Territory, or any political subdivision thereof, or the District of Columbia .....	\$			
Securities issued under the Federal Farm Loan Act, or under such Act as amended.....				
Obligations of the United States or its possessions .....				



SCHEDULE K—BALANCE SHEETS—(Continued)

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
6. Loans (describe fully):				
.....	\$		\$	
.....				
.....				
7. Deferred charges:				
Prepaid insurance	\$		\$	
Prepaid taxes				
.....				
8. Capital assets:				
Land		418,494.72		450,141.35
Buildings	\$ 189,324.96		\$ 241,488.26	
Machinery and equipment	2,389.92		3,314.92	
Furniture and fixtures	12,871.15		18,307.41	
Delivery equipment	9,078.62		6,298.24	
Yacht	38,598.86		58,642.01	
Livestock and pheasants	6,972.50		7,144.50	
Less reserves for depreciation and depletion	\$ 259,236.01		\$ 335,190.34	
	\$ 85,913.22	173,322.79	97,642.90	237,547.44

SCHEDULE K—BALANCE SHEETS—(Continued)

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
9. Leasehold .....		18,333.33		.....
10. Club membership picture rights.....		2,500.00		2,000.00
11. Other assets (describe fully):				
Stocks and bonds.....	\$ 719,338.45		\$1,078,216.25	
Certificates of interest.....	2,000.00		5,750.00	
Life insurance .....	26,960.00		52,887.00	CS V
Dramatic property .....	33,028.50	781,326.95	33,028.50	1,169,881.75
12. Total Assets .....		\$1,781,492.89		\$2,467,142.80
LIABILITIES				
13. Notes payable and mortgages.....			\$ 215,558.50	\$ 265,048.50
14. Accounts payable .....			30,977.71	21,607.29
15. Accrued expenses (describe fully):				
.....	\$		\$	.....
.....				.....
.....				.....

SCHEDULE K—BALANCE SHEETS—(Continued)

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
16. Other liabilities (describe fully):				
.....	\$		\$	
.....				
.....				
.....				
.....				
17. Capital stock:				
Preferred stock (less stock in treasury) .....	\$		\$	
Common stock (less stock in treasury) .....	400,000.00	400,000.00	800,000.00	800,000.00
18. Surplus .....	\$1,134,956.68		\$1,380,487.01	
19. Undivided profits .....		1,134,956.68		1,380,487.01
20. Total Liabilities .....		\$1,781,492.89		\$2,467,142.80

[ 491 ]

Page 4 of Return

SCHEDULE L—RECONCILIATION OF NET INCOME  
AND ANALYSIS OF CHANGES IN SURPLUS

1. Net income from Item 24, page 1 of the return .....	\$ 716,494.19
2. Nontaxable income:	
(a) Interest on obligations of a State, Territory, or any political subdivision thereof, or the District of Columbia.....	1,230.11
(b) Interest on securities issued under the Federal Farm Loan Act, or under such Act as amended.....	.....
(c) Interest on obligations of the United States or its possessions.....	.....
(d) Dividends deductible under Section 23(p) of the Revenue Act of 1928.....	33,594.82
(e) Proceeds of life insurance policies paid upon the death of the insured.....	.....
(f) Other items of nontaxable income (to be detailed):	
(1) .....	.....
(2) .....	.....
(3) .....	.....
3. Charges against reserve for bad debts, if Item 18, page 1 of return, is not an addition to a reserve .....	.....
4. Charges against reserves for contingencies, etc. (to be detailed):	
(a) .....	.....
(b) .....	.....
(c) .....	.....
5. Total of Lines 1 to 4, inclusive.....	\$ 751,319.12
6. Total from Line 14.....	49,788.79
7. Net profit for year, as shown by books, before any adjustments are made therein (Line 5 minus Line 6).....	\$ 701,530.33
8. Surplus and undivided profits as shown by balance sheet at close of preceding taxable year .....	1,134,956.68

9. Other credits to surplus (to be detailed) :	
(a) .....	.....
(b) .....	.....
(c) .....	.....
10. Total of Lines 7 to 9, inclusive.....	\$1,836,487.01
11. Total from Line 17.....	456,000.00
<hr/>	
12. Surplus and undivided profits as shown by balance sheet at close of taxable year (Line 10 minus Line 11).....	\$1,380,487.01
13. Unallowable deductions :	
(a) Donations, gratuities, and contributions.....	.....
(b) Income and profits taxes paid to the United States, and so much of such taxes paid to its possessions or foreign countries as are claimed as a credit in Item 32, page 1 of the return.....	22,108.99
(c) Federal taxes paid on tax-free covenant bonds .....	.....
(d) Special improvement taxes tending to increase the value of the property as- sessed .....	.....
(e) Furniture and fixtures, additions, or bet- terments treated as expenses on the books .....	.....
(f) Replacements and renewals.....	.....
(g) Insurance premiums paid on the life of any officer or employee where the cor- poration is directly or indirectly a bene- ficiary .....	.....
(h) Interest on indebtedness incurred or con- tinued to purchase or carry obligations or securities the interest upon which is wholly exempt from taxation.....	2.95
(i) Additions to reserve for bad debts which are not included in Item 18, page 1 of return .....	.....

(j) Additions to reserves for contingencies, etc. (to be detailed):		
(1) .....	.....	.....
(2) .....	.....	.....
(3) .....	.....	.....
(k) Other unallowable deductions (to be detailed):		
(1) $\frac{1}{4}$ Studio kitchen.....		902.35
(2) Premium on officers insur.....		17,274.50
(3) Presidential campaign .....		9,500.00
		<hr/>
14. Total of Line 13.....	\$	49,788.79
		<hr/>
15. Dividends paid during the taxable year (state whether paid in cash, stock of the cor- poration, or other property):		
(a) Date paid Jan. 5 Character cash.....	\$	20,000.00
(b) Date paid Apr. 18 Character stock.....		400,000.00
(c) Date paid Apr. 19 Character cash.....		12,000.00
(d) Date paid July 2 Character cash.....		12,000.00
(a) Oct. 1—Cash dividend.....		12,000.00
(b) .....		.....
(c) .....		.....
		<hr/>
17. Total of Lines 15 and 16.....	\$	456,000.00

## QUESTIONS

### KIND OF BUSINESS

#### 3. Answers:

- (a) General class (use key letter designation) C.
- (b) Main income-producing business (give specifically the information called for under each key letter, also whether acting as principal, or as agent on commission; state if inactive or in liquidation).  
Motion picture producer acting as principal.

AFFILIATIONS WITH OTHER  
CORPORATIONS

See Instruction 38

4. Does the corporation own 95 per cent or more of the outstanding capital stock of another domestic corporation or of other corporations? No.

5. Is 95 per cent or more of your outstanding capital stock owned by another corporation? No.

6. Is 95 per cent or more of your outstanding capital stock as well as 95 per cent or more of the outstanding capital stock of another corporation or of other corporations owned by the same interests? No.

7. If the answer to questions 4, 5, and 6, or to any of them, is "yes," answer the following:

(a) Did the corporation file Forms 851, 852, 853, and 853A for the taxable year 1924 or subsequent taxable years? X. If the answer to this question is "yes," these forms will not be required, except under the circumstances described in question (b). If the answer to this question is "no," and the answer to questions 4, 5, and 6, or to any of them, is "yes," procure from the Collector of Internal Revenue for your district Forms 851, 852, 853, and 853A, Affiliations Schedules 1, 2, 3, and 4, which shall be filled in and filed as a part of this return. If the answer to this question is "no," question (b) need not be answered.

(b) Did exactly the same conditions, as are set out in the Affiliations Schedules filed for 1927 or prior years, obtain during the entire taxable year

1928? X. If the answer to this question is "no," a statement, setting forth the particulars in which the situation has changed, should be attached to and made a part of this return. If there have been any changes in stockholdings, a complete schedule of such changes should be submitted on Form 853, Affiliations Schedule 3. If there are companies other than those covered by the Affiliations Schedules for prior years which, applying the tests contained in questions 4, 5, or 6, may have come into the affiliated group since 1927, Forms 851, 852, 853, and 853A, are required for the entire group for the taxable year.

(c) Did the corporation file a consolidated return for the preceding taxable year on a different affiliation basis from this return? X. If answer is "yes," a copy of the Commissioner's letter granting permission to change the basis of filing under Section 142(a) of the Revenue Act of 1928 should be attached to the return.

### PREDECESSOR BUSINESS

8. Did the corporation file a return under the same name for the preceding taxable year? Yes. Was the corporation in any way an outgrowth, result, continuation, or reorganization of a business or businesses in existence during this or any prior year since December 31, 1917? No. If answer is "yes," give name and address of each predecessor business, and the date of the change in entity.

Upon such change were any asset values increased or decreased? X. If the answer is "yes," closing balance sheets of old business and opening balance sheets of new business must be furnished.



## BASIS OF RETURN

9. Is this return made on the basis of actual receipts and disbursements? Yes. If not, describe fully what other basis or method was used in computing net income.

## LIST OF ATTACHED SCHEDULES

11. Enter below a list of all schedules accompanying this return, giving for each a brief title and the schedule number. The name and address of the corporation should be placed on each separate schedule accompanying the return.

Item 5 Interest received

Item 7 Royalties received

Item 8 Profit from sales

Item 9 Dividends received

Item 10A Production contract

Item 10C MSCL income

Item 13 Excess of carrying charges City

Item 14 Excess of carrying charges Ranch

Item 17 18 Bad debts and losses

Item 22F MSCL expenses

The corporation's books are in care of the company

Located at as shown on face of return

## AFFIDAVIT

We, the undersigned, president and treasurer of the corporation for which this return is made, being severally duly sworn, each for himself deposes and says that this return, including the accompanying

schedules and statements, has been examined by him and is, to the best of his knowledge and belief, a true and complete return made in good faith, for the taxable year as stated, pursuant to the Revenue Act of 1928 and the Regulations issued under authority thereof.

[Corporate Seal] CECIL B. DE MILLE

President.

A. G. KING

Treasurer.

Sworn to and subscribed before me this 25th day of March, 1929.

[Notarial Seal]

GLADYS ROSSON,

Notary Public,

in and for the County of Los Angeles,

State of California.

My commission expires June 12, 1930. [492]

March 25, 1929.

Collector of Internal Revenue,  
Los Angeles, California.

Sir:

Enclosed find income tax return for Cecil B. DeMille Productions, Inc., together with check for \$2.20 being the balance due on amended return—check for \$21,492.62 having been handed you with the tentative return on March 15th.

Yours very truly,

CECIL B. DE MILLE PRODUCTIONS, INC.

[493]

TREASURY DEPARTMENT

Internal Revenue Service

Los Angeles, Calif.

March 15, 1929

IT:OJP

Cecil B. De Mille Productions, Inc.,  
Culver City, Calif.

Sir:

Receipt is acknowledged of your letter of recent date requesting, for the reasons therein given, extension of time within which to file your return of income for calendar year 1928.

PROVIDED A TENTATIVE RETURN IS FILED WITH THE COLLECTOR OF INTERNAL REVENUE FOR YOUR DISTRICT ON OR BEFORE March 15, 1929, AND PAYMENT MADE AT THAT TIME OF AT LEAST ONE-FOURTH OF THE TOTAL ESTIMATED TAX SHOWN THEREON TO BE DUE, you are hereby granted an extension of time to March 25, 1929.

Any deficiency in the first installment of tax will bear interest at the rate of one-half of one per cent a month from the original due date.

By a "tentative return" is meant a return on the appropriate income tax form, showing only the name and address of the taxpayer and the estimated amount, if any, of the tax due. The items and schedules shown on the form need not be filled in.

A copy of this letter must be attached to both the tentative and completed returns as authority for the

extension of time herein granted. The completed return when filed should be plainly marked "completed return."

Respectfully,  
D. H. BLAIR, Commissioner,  
By GALEN H. WELSH, Collector

#221.

Note: Tentative return filed accompanied by check in the Amount of \$21,492.62. [494]

ITEM 5

Interest Received

Personal Loans	
F. M. Andreani	\$2,093.72
Calif. Air Construction	198.24
R. A. and J. Downen	196.33
Julia Faye	239.53
Geo. H. Flebbe	506.54
August Flynn	131.25
Fred Geissler	52.37
Fred S. Hilpert	700.00
Hutton & Co.	1,376.40
A. G. King	175.00
M. L. Leisen	142.79
K. Lyne	261.18
Mrs. B. McGaffey	273.36
Jeanie Mcpherson	59.05
C. O. Ransford	299.88
Salt River Valley Lands	147.76
San Pedro Realty Co.	2,965.00
Fred Savin	4.21
F. C. and Lula Van Deinse	1,050.00
	<hr/>
Total	\$10,872.61

Bank Accounts

Bank of Italy—C. C. General	\$ 154.50		
Bank of Italy—C. C. Savings	499.80		
Bank of Italy—C. C. Special	2,276.83		
Bank of Italy—Hollywood	160.34		
Bowery East River of N. Y.	84.28		
Commercial National	30.03		
Federal Trust and Savings Bank	2.17		3,207.95

Bonds—Domestic

American Insurance Bldg.	\$ 300.00		
Chicago Milwaukee & St. Paul RR.	100.00		
Golden State Milk	450.00		
Guarantee Trust and Savings of N. Y.	57.08		
Harriman Bldg.	300.00		
Key System Transit	550.00		

Total \$1,757.08

Less:

Atlantic Gulf & W. I.	\$38.06		
Blair & Co.	3.12		
Int. Tel. and Tel.	11.25		
No. Amer. Water Works	53.33		
Pacific Public Service	9.93	115.69	1,641.39

Total \$15,721.95

Bonds—Foreign

Republic of Bolivia	\$ 102.33		
Less—Republic of Peru	\$ 29.00		
Saxon Public Works	142.92	171.92	69.59

TOTAL.....\$15,652.36

[495]

ITEM 7

Royalties Received

Famous Players Lasky—"Ten Commandments"	\$ 7,050.93		
Cinema Corp. of America—"King of Kings"	54,317.59		
Pathe Exchange—Sundry Pictures	47,203.21		

Total \$108,571.73

[496]

ITEM 8  
Profit on Sale of Stocks and Bonds

	No. Shares	Cost	Sold	Loss	Profit
Hutton & Co.—Margin a/c					
July 9 Alaska Juneau	300	\$ 1,500.00	\$ 936.30	\$ 563.70	
" 9 "	200	1,000.00	624.20	375.80	
" 10 "	200	1,000.00	724.20	275.80	
" 11 "	200	1,000.00	674.20	325.80	
Oct 12 "	1000	6,137.50	8,971.00		\$ 2,833.50
May 25 Allis Chalmers	100	12,325.00	12,371.00		46.00
" 25 American Can. Co.	100	9,047.50	9,164.00		116.50
Sep 25 "	200	22,025.00	21,248.00	777.00	
Jul 11 American Smelting	100	19,130.00	18,816.00	314.00	
Jun 19 American Steel Foundry	100	6,267.50	5,173.50	1,094.00	
Jul 11 "	100	6,267.50	5,248.50	1,019.00	
" 14 "	300	18,802.50	15,620.50	3,182.00	
May 25 American Tel. & Tel.	100	19,892.50	20,161.00		268.50
Jun 19 "	100	20,135.00	17,578.50	2,556.50	
Apr 23 Anaconda Copper	500	34,612.50	33,940.00	672.50	
Jun 19 "	100	6,585.00	6,250.50	334.50	
Sep 7 "	200	14,645.00	14,976.00		331.00
Aug 30 Armour Packing Co.	200	4,220.00	4,153.00	67.00	

ITEM 8 (Cont'd)  
Profit on Sale of Stocks and Bonds

*Cecil B. deMille Prod'ns, Inc.*

651

	No. Shares	Cost	Sold	Loss	Profit
Hutton & Co.—Margin a/c					
Apr 5 Atlantic Gulf & WI	400	14,977.50	15,956.50		979.00
" 9 "	100	4,222.50	4,586.00		363.50
Jul 11 Bancitaly	100	14,492.50	11,699.00	2,793.50	
" 11 "	100	14,492.50	11,474.00	3,018.50	
" 13 "	300	43,477.50	33,398.25	10,079.25	
Sep 17 Barnsdale Oil	500	15,737.50	17,470.00		1,732.50
Dec 7 Bethlehem Steel	500	41,362.50	37,430.00	3,932.50	
" 10 "	100	7,535.00	7,773.50		238.50
" 10 "	100	7,535.00	7,573.50		38.50
" 10 "	100	7,535.00	7,473.50	61.50	
" 10 "	200	15,070.00	15,047.00	23.00	
" 26 "	200	16,045.00	16,947.00		902.00
Jul 18 Bueyrus Erie	100	4,360.00	4,427.30		67.30
" 19 Canadian Pac. Ry.	100	21,322.50	19,566.00	1,756.50	
Aug 21 Chicago & Rock Id.	100	11,225.00	12,358.50		1,133.50
Oct 13 Chrysler Motors	100	13,280.00	13,091.00	189.00	
Nov 2 Columbia Graphophone	200	11,632.50	12,704.80		1,072.30
Aug 21 Continental Can	200	22,825.00	23,167.00		342.00
Feb 7 Cudahy Packing Co.	100	5,710.00	6,575.50		865.50

ITEM 8 (Cont'd)  
Profit on Sale of Stocks and Bonds

	No. Shares	Cost	Sold	Loss	Profit
Hutton & Co.—Margin a/c					
Jun 1 Eaton Axle	100	4,060.00	3,973.50	86.50	
Apr 14 Electric Storage Bat.	100	7,785.00	8,073.50		288.50
Jul 10 Famous Players Lasky	300	37,547.50	38,898.00		1,350.50
Apr 17 General Motors	500	75,150.00	94,670.00		19,520.00
" 18 "	500	97,150.00	96,057.50	1,092.50	
May 4 "	400	76,545.00	79,276.00		2,731.00
" 29 "	100	18,780.00	19,006.50		226.50
Sep 16 "	300	61,942.50	62,542.00		599.50
" 18 "	100	20,647.50	20,876.50		229.00
" 18 "	100	19,580.00	20,864.00		1,284.00
" 29 "	200	42,445.00	43,228.00		783.00
Oct 10 "	100	21,222.50	21,814.00		591.50
" 18 "	100	21,860.00	22,164.00		304.00
" 27 "	100	21,885.00	22,064.00		179.00
Nov 13 "	300	66,942.50	65,142.00	1,800.50	
		\$1,090,972.50	\$1,093,998.25	\$ 36,390.85	\$ 39,416.60

[497]



ITEM 8 (Cont'd)

Profit on Sale of Stocks and Bonds

	No. Shares	Cost	Sold	Loss	Profit
Hutton & Co.—Margin a/c					
Brought forward.....		\$1,090,972.50	\$1,093,998.25	\$ 36,390.85	\$ 39,416.60
Sep 14 Gulf Mobile	100	10,625.00	10,071.00	554.00	142.50
Apr 26 Hudson Motors	500	41,850.00	41,992.50		
May 24   "   "	500	45,712.50	43,742.90	1,970.00	88.50
Aug 15   "   "	100	7,860.00	7,948.50		
Oct 10   "   "	200	18,345.00	18,697.00		352.00
" 18   "   "	200	18,245.00	18,547.00		302.00
" 29   "   "	100	8,597.50	8,623.50		26.00
May 25 Interl. Comb. Eng.	800	49,742.50	46,388.00	3,354.50	565.50
Sep 22   "   "	300	20,392.50	20,958.00		
Oct 30   "   "	500	35,012.50	33,717.50	1,295.00	927.00
Nov 17   "   "	200	13,320.00	14,247.00		
Jun 19 Interl. Nickle	100	9,722.50	9,639.00	83.50	
May 25 Keith Albee	800	15,780.00	16,038.00		258.00
Jul 5   "   "	200	4,432.50	3,872.00	560.50	
Aug 21   "   "	100	8,072.50	7,973.50	99.00	
Jul 13 Kresge	100	7,572.50	6,927.10	645.40	
Aug 31 Loose Wiles	200	15,095.00	15,353.00		258.00
Oct 30   "   "	100	7,960.00	7,189.00	771.00	
Nov 1   "   "	100	7,960.00	6,976.50	983.50	
Apr 25 Mexican Seaboard	500	10,550.00	15,367.50		4,817.50

ITEM 8 (Cont'd)  
Profit on Sale of Stocks and Bonds

	No. Shares	Cost	Sold	Loss	Profit
Hutton & Co.—Margin a/c					
May 25 Mexican Seaboard	500	16,637.50	16,380.00	257.50	
Jun 28 "	5000-R	3,750.00	600.75	3,149.25	
Aug 29 "	200	5,870.00	5,797.00	73.00	
Sep 24 "	100	3,135.00	3,198.50		63.50
Jun 19 Missouri Pacific	100	5,985.00	5,623.50	361.50	
Dec 13 Packard Motors	200	29,860.00	30,839.20		979.20
" 13 "	100	14,530.00	15,469.60		939.60
Apr 20 Radio Corp. of Am.	300	49,190.00	54,798.00		5,608.00
Dec 10 "	100	29,340.00	28,956.00	384.00	
May 18 Richfield Oil	600	27,035.00	30,196.50		3,161.50
" 25 "	300	15,617.00	14,479.50	1,138.00	
Jun 19 "	1000	49,975.00	38,977.50	10,997.50	
Sep 25 "	200	9,545.00	9,853.00		308.00
Oct 12 "	1000	50,975.00	54,015.00		3,040.00
" 30 "	1000	50,975.00	47,765.00	3,210.00	
Dec 10 "	200	9,795.00	8,853.00	942.00	
" 11 "	200	9,795.00	9,153.00	642.00	
" 11 "	100	4,897.50	4,676.50	221.00	
Oct 19 Republic Pet. Corp.	1000	1,245.00	1,229.80	15.20	
" 20 Schultz Stores	100	5,786.05	5,248.50	537.55	

ITEM 8 (Cont'd)  
Profit on Sale of Stocks and Bonds

	No. Shares	Cost	Sold	Loss	Profit
Hutton & Co.—Margin a/c					
" 12 Sinclair Oil	200	8,620.00	8,822.00		202.00
Nov 1 "	500	22,350.00	22,192.50	157.50	
" 13 "	100	8,720.00	9,097.00		377.00
Dec 7 "	1000	45,225.00	40,735.00	4,490.00	
Nov 22 Telautograph	1000	22,153.50	17,985.00	4,168.50	
Dec 7 Texas Pacific	500	10,175.00	9,948.00	227.00	
" 10 "	500	12,825.00	8,848.00	3,977.00	
Feb 14 Tidewater Oil	1000	17,162.50	14,997.50	2,165.00	
Sep 28 Union Carbide	100	18,930.00	18,466.00	464.00	
Dec 7 U. S. Cast Iron Pipe	100	5,104.00	4,176.70	927.30	
" 10 "	100	5,104.00	3,876.70	1,227.30	
" 10 "	100	5,104.00	3,926.70	1,177.30	
" 10 "	200	10,208.00	7,728.40	2,479.60	
" 10 "	200	10,208.00	7,703.40	2,504.60	
" 10 "	100	5,104.00	3,876.70	1,227.30	
" 10 "	200	10,208.00	7,703.40	2,504.60	
" 10 "	300	15,312.00	11,630.10	3,681.90	
" 10 "	100	5,104.00	3,876.70	1,227.30	
" 10 "	100	5,104.00	4,076.70	1,027.30	
" 10 "	100	5,104.00	3,976.70	1,127.30	
		\$2,089,583.55	\$2,048,019.40	\$103,396.55	\$ 61,832.40

ITEM 8 (Cont'd)  
Profit on Sale of Stocks and Bonds

	No. Shares	Cost	Sold	Loss	Profit
Hutton & Co.—Margin a/c					
Oct. 12 Brought forward.....		\$2,089,583.55	\$2,048,019.40	\$103,396.55	\$ 61,832.40
" 10 U. S. Cast Iron Pipe	200	10,208.00	7,853.40	2,354.60	
" 10 "	100	5,104.00	3,976.70	1,127.30	
" 11 "	100	5,104.00	4,076.70	1,027.30	
" 24 "	100	5,104.00	4,076.70	1,027.30	
" 24 "	200	10,208.00	8,153.40	2,054.60	
" 24 "	200	10,208.00	7,953.40	2,254.60	
" 24 "	100	5,104.00	3,976.70	1,127.30	
" 24 "	100	5,104.00	3,876.70	1,227.30	
" 24 "	200	10,208.00	8,853.40	1,354.60	
" 24 "	200	10,208.00	8,703.40	1,504.60	
Apr 11 U. S. Sul. Corp.	100	14,880.00	14,866.00	14.00	
Jul 25 Warner Bros.	100	6,085.00	6,202.10		117.10
May 4 Westinghouse Elec.	100	10,400.00	10,723.00		323.00
Nov 16 "	200	22,464.90	25,086.00		2,621.10
Interest on a/c for 12 mo.		15,970.82		15,970.82	
TOTALS.....		\$2,235,944.27	\$2,166,397.00	\$134,440.87	\$164,893.60
Less profits.....				64,893.60	
Loss on Marginal transactions.....					\$ 69,547.27

ITEM 8 (Cont'd)

Profit on Sale of Stocks and Bonds

	No. Shares	Cost	Sold	Loss	Profit
Hutton & Co.—Margin a/c					
May 31 Pathe Ech. Del. for sale	10,600	\$ 18,775.72	\$ 66,901.90		\$ 48,126.18
Jun 30 " "	2,800	2,028.87	18,547.84		16,518.97
Jul 31 " "	1,600	794.89	7,336.00		6,541.11
Aug 31 " "	23,400	11,625.25	143,117.40		131,492.15
Sep 30 " "	51,300	25,486.13	350,515.50		325,029.37
Oct 30 " "	3,843	1,909.22	24,791.90		22,882.68
Apr 19 United Verde " "	200	5,847.50	3,754.92	\$ 2,092.58	
Less loss.....		\$ 66,467.58	\$ 614,965.46	\$ 2,092.58	\$550,590.46
Total Gain on Stock Delivered for sale.....					\$548,497.88
Less loss on marginal transactions.....					69,547.27
Net Gain on account of Hutton sales.....					\$478,950.61

NOTE: This gain should be increased by the amount of dividends received on marginal stock amounting to \$13,065.00, which is credited to Dividends Received.

ITEM 8 (Cont'd)  
Profit on Sale of Stocks and Bonds

	No. Shares	Cost	Sale	Loss	Profit
H. J. BARNESON & CO.—Margin a/c					
Nov 2	200	\$ 5,537.86	\$ 4,672.00	\$ 865.86	
" 26	400	11,075.71	11,894.00		\$ 818.29
Jul 19	100	8,847.50	9,276.50		429.00
Apr 23	100	16,975.00	19,014.50		2,039.50
Oct 3	100	2,372.50	2,886.00		513.50
Sep 17	400	31,290.00	36,858.00		5,568.00
Oct 3	100	7,972.50	7,923.50	49.00	
" 31	100	8,010.00	8,073.50		63.50
Aug 29	100	9,510.00	10,671.00		1,161.00
Nov 22	100	12,880.00	13,466.00		586.00
Sep 27	100	8,372.50	7,273.50	1,099.00	
		1,234.15		1,234.15	
Totals.....		\$ 124,077.72	\$ 132,008.50	\$ 3,248.01	\$ 11,178.79
Less loss.....					3,248.01
Profit on Marginal transactions.....					\$ 7,930.78

ITEM 8 (Cont'd)  
Profit on Sale of Stocks and Bonds

	No. Shares	Cost	Sale	Loss	Profit
J. H. Barneson & Co.—Margin a/c					
Aug 31 Pathe Ech. Del. for sale	5700	\$ 2,831.79	\$ 37,409.50		\$ 34,577.71
Sep 30 " " "	4500	2,235.63	32,682.50		30,446.87
Gain on Stock Del. for sale		\$ 5,067.42	\$ 70,092.00		\$ 65,024.58
Gain on Marginal Transactions.....					7,930.78
Net Gain on account of Barneson sales.....					<u>\$ 72,955.36</u>

NOTE: This gain should be increased by the amount of dividends received in marginal stock amounting to \$212.50 which is credited to Dividends Received.

WILCOX-DRAKE & CO.—Margin a/c

Sep 13 National Cash Reg.	500	\$ 43,425.00	\$ 44,617.50		\$ 1,192.50
Oct 31 Southern Calif. Ed.	200	10,155.00	9,601.48	\$ 553.52	
Nov 1 " "	150	7,616.25	7,211.74	404.51	
" 5 " "	150	7,616.25	7,333.98	282.27	
Interest on a/c for 12 mo.		97.71		97.71	
Totals.....		\$ 68,910.21	\$ 68,764.70	\$ 1,338.01	\$ 1,192.50
Less Gain.....				1,192.50	
Net Loss on marginal transactions.....					<u>\$ 145.51</u>

NOTE: This loss should be reduced by the amount of dividends received on marginal stock amounting to \$425.00, which is credited to Dividends Received. [500]

ITEM 8 (Cont'd)  
Profit on Sale of Stocks and Bonds

	No. Shares	Cost	Sale	Loss	Profit
King—Spel. Margin a/e					
Wileox-Drake & Co.					
Oct 25 American Can	100	\$ 10,800.00	\$ 10,974.00		\$ 174.00
Nov 21 American Water Wks.	100	6,122.50	6,423.50		301.00
Oct 22 Barnsdale Oil	100	4,160.00	4,402.00		242.00
Dec 7 Fleishman Yeast	50	4,287.50	3,985.50	\$ 302.00	
Nov 23 General Asphalt	50	3,843.75	3,879.25		35.50
Nov 7 Hudson Motors	100	8,422.50	8,386.00	36.50	
” 14 ”	100	8,347.50	8,073.50	274.00	
Oct 29 Hupmobile Motor	100	7,447.50	7,402.10	45.40	
” 29 ”	100	7,322.50	7,127.10	195.40	
Dec 10 International Comb. Eng.	100	6,972.50	6,873.50	99.00	
” 11 ”	100	6,735.00	6,223.50	511.50	
Oct 16 Mexican Seaboard	100	3,172.50	3,886.00		713.50
” 25 ”	100	3,597.50	3,761.00		163.50
Nov 7 ”	100	3,810.00	3,948.50		138.50
” 7 No. American Can	100	7,422.50	7,598.50		176.00



ITEM 8 (Cont'd)  
Profit on Sale of Stocks and Bonds

	No. Shares	Cost	Sale	Loss	Profit
" 19	100	5,497.50	5,475.50	22.00	
" 23	100	2,772.50	2,798.50		26.00
" 7	100	4,947.50	5,076.50		129.00
" 19	100	5,522.50	5,251.50	271.00	
" 14	100	16,130.00	17,666.00		1,536.00
" 28	50	6,056.25	6,116.75		60.50
Dec 11	200	9,945.00	9,754.20	190.80	
" 10	100	5,622.50	5,089.00	533.50	
Oct 25	100	15,905.00	16,466.00		561.00
Dec 7	100	16,605.00	15,816.00	789.00	
Nov 30	50	1,961.25	2,067.75		106.50
Hutton & Co.					
Dec 26	50	4,131.25	4,129.25	2.00	
" 24	50	4,212.50	4,279.25		66.75
" 24	50	4,062.50	4,085.50		23.00
" 20	100	3,685.00	3,886.00		201.00
" 20	50	7,615.00	7,764.25		149.25
" 24	50	1,961.25	1,905.25	56.00	

ITEM 8 (Cont'd)  
Profit on Sale of Stocks and Bonds

	No. Shares	Cost	Sale	Loss	Profit
Oct 31		378.53		378.53	
Nov 30		477.03		477.03	
Dec 31		191.75		191.75	
Dec 31			50.00		50.00
Dec 31			% 12.50		12.50
		\$ 210,143.56	\$ 210,683.65	\$ 4,375.41	\$ 4,865.50
					4,375.41
					\$ 490.09
Dec 31					
" 31		\$ 61.26		\$ 61.26	
		61.26		61.26	
		\$ 210,266.08			\$ 122.52
					\$ 367.57
					[501]

## ITEM 8 (Cont'd)

## Profit on Sale of Stocks and Bonds

	No. Shares	Cost	Sale	Loss	Profit
Delivered for Sale					
Feb 21 Bancitaly	100	\$ 7,807.29	\$ 17,964.50		\$ 10,157.21
Mar 24 "	100	7,807.30	19,564.50		11,757.20
May 1 "	100	5,134.34	21,964.00		16,829.66
Jan 23 Bank of Italy (1927 sale)			150.00		150.00
" 29 "	100	9,777.44	28,664.50		18,887.06
Mar 7 "	100	9,777.44	29,339.50		19,562.06
Jul Consolidated Royalties	300	3,000.35	1,873.80	\$ 1,126.55	
Dec 29 Elias Katz Shoe	90	6,156.81	90.00	6,066.81	
Nov 19 First Nat. Bk.-St. Paul	50	18,750.00	18,998.00		248.00
Dec 29 General Motors	100	22,085.00	19,469.00	2,616.00	
" 29 Marine Pkg. & R. Co.	83	8,215.00	10.00	8,205.00	
" 29 New Monte Cristo	2000	2,000.00	2.00	1,998.00	
" 29 Stereoscopic Camera Co.	6000	2,000.00	5.00	1,995.00	
Jul 11 United Bank & Tr. Co.	100	17,035.00	18,589.50		1,554.50
Mar 7 Wesco Corp.	200	6,200.00	10,800.00		4,600.00
Dec 14 Republic of Bolivia	7 M	6,825.00	6,350.60	474.40	
Totals		\$ 132,570.97	\$ 193,833.90	\$ 22,481.76	\$ 83,745.69
Hutton & Co.—Delivered		66,467.58	614,965.46	2,092.58	550,590.46
Barneson & Co. "		5,067.42	70,092.00		65,024.58
TOTALS		\$ 204,105.97	\$ 878,892.36	\$ 24,574.34	\$ 699,360.73

ITEM 8 (Cont'd)  
Profit on Sale of Stocks and Bonds

	No. Shares	Cost	Sale	Loss	Profit
Liquidating Dividends					
Producers International		\$ 1,000.00			\$ 1,000.00
"		600.00			600.00
"		600.00			600.00
"		600.00			600.00
TOTAL.....		\$ 2,800.00			\$ 2,800.00
RECAPITULATION					
Marginal Transactions					
E. F. Hutton & Co.		\$2,235,944.27	\$2,166,397.00	\$ 69,547.27	
H. J. Barneson & Co.		124,077.72	132,008.50		\$ 7,930.78
Wilcox Drake & Co.		68,910.21	68,764.70	145.51	
A. G. King, Special		210,266.08	210,633.65		367.57
TOTALS.....		\$2,639,198.28	\$2,577,803.85	\$ 69,692.78	\$ 8,298.35
Delivered Sales.....		204,105.97	878,892.36	24,574.34	699,360.73
Liquidating Dividends.....			2,800.00		2,800.00
		\$2,843,304.25	\$3,459,496.21	\$ 94,267.12	\$710,459.08
			2,843,304.25		94,267.12
Net Gain on sale of Stocks and Bonds.....		\$ 616,191.96			\$616,191.96
Note: The Dividends received on the Margin a/c's aggregate.....					\$ 13,702.50

## ITEM 9.

## Dividends Received.

American Steel and Foundry.....	300.00
American Telephone and Telegraph.....	265.50
Armour Packing Co.....	175.00
Atlantic Gulf and West Indies.....	75.00
Bancitaly .....	3221.12
Bank of America.....	204.74
Bank of Italy.....	5942.50
California Packing Co.....	300.00
Canadian Pacific Railway.....	500.00
Cast Iron Pipe.....	7500.00
Central Investment Co.....	1869.00
Claude Neon .....	117.00
Consolidated Royalties Oil.....	180.00
Cudahy Packing Co.....	100.00
Electric Products Co.....	468.75
Electric Storage Battery Co.....	125.00
Elias Katz Shoe Co.....	220.00
First National Bank of St. Paul.....	150.00
General Motors Inc.....	1875.00
Grand Central Garage.....	1000.00
Gulf Mobile and N.....	300.00
Hudson and Manhattan.....	125.00
Inland Steel .....	62.50
International Combine Engine.....	575.00
Kresge .....	30.00
Loose Wiles .....	80.00
Los Angeles Speedway.....	2450.00
Merchants National Bank.....	112.50
Metropolitan Mortgage Co.....	200.00
Northern Pacific Railway.....	1000.00
Otis Steel .....	175.00
Pacific Mutual Life Insurance.....	440.00
Packard Motors .....	150.00
Producers International .....	206.21
Richfield Oil Co.....	1087.50
Southern Calif. Edison Co.....	250.00
Standard Oil of California.....	300.00
Standard Oil Co. of Indiana.....	87.50

## ITEM 9 (Continued)

## Dividends Received

Standard Oil of Kentucky.....	100.00
Telautograph .....	400.00
United Bank and Trust Co.....	337.50
United Verde Copper Co.....	200.00
Universal Leaf Tobacco.....	75.00
Van De Kamp.....	37.50
Westinghouse Electric Co.....	200.00
Wm. Wrigley Inc.....	25.00
Total.....	\$33594.82

[503]

## SCHEDULE B.

## Profit on Sale of Real Estate, Stocks, Bonds, etc.

	Amount Received	Depreciation Allowed	Cost	Subseq'nt. Imp'mts.	Net Profit
Profits on stock as per schedules	3,459,496.21	.....	2,843,304.25	.....	616,191.96
Lot 7, Laughlin Park .....	11,000.00	.....	4,556.50	.....	6,443.50
Sale of Bldgs. 1628 Vine St...	522.50	1,127.75	4,985.97	.....	3,335.72
Production Equipment .....	64,054.36	.....	100,000.00	.....	35,945.64
Autos— Locomobile .....	100.00	3,540.00	3,540.00	.....	100.00
Dodge .....	300.00	92.33	738.62	.....	346.29
Cunningham .....	1,500.00	218.75	1,500.00	.....	218.75
Tempest Theatre...	17,500.00	1,666.67	20,000.00	.....	833.33
Wardrobe .....	256.25	.....	.....	.....	256.25
Totals.....	3,554,729.32	6,645.50	2,978,625.34	.....	582,749.48

## ITEM 10 (a)

## Production Contracts.

Pathe Exchange .....	259,652.99
Metro-Goldwyn-Mayer .....	50,000.00

TOTAL..... 309,652.99

[504]

ITEM 10(e).

Miscellaneous Income.

Recovery of accounts previously written off:			
Ashton Note .....	3,534.00		
Lynch, Bert.....	35.00		
Klag Bay Mining Co.....	105.00	3,674.00	
<hr/>			
Endorsing note .....		100.00	
Discount on note.....		716.73	
Right in Bank of America.....		52.78	
<hr/>			
TOTAL.....			4,543.51
<hr/> <hr/>			

[505]

ITEM 13.

Excess of Carrying Charges over Income—City Property.

Laughlin Park:

Repairs .....	1,417.01		
Watchman-Gardening .....	5,095.80		
Water-Seed-Fertz. ....	799.09		
Insurance .....	759.50		
Sundry Exp. ....	4.00		
Interest .....	2,450.00		
Taxes .....	2,279.24		
Depreciation .....	5,298.90	18,103.54	
<hr/>			
Less Rentals .....	7,200.00		
Escrow .....	25.84	7,225.84	10,877.70
<hr/> <hr/>			

Royal Palms Apt.

Commissions .....	1,500.00
Janitor .....	1,000.00
Interest .....	5,200.46
Taxes .....	3,190.19
Depreciation .....	1,923.26
Light & Power.....	253.01
Gas .....	212.97

Repairs .....	608.75		
Insurance .....	218.91		
Water .....	191.20		
Escrow .....	85.00		
Cleaning .....	50.00		
Janitor Supplies .....	93.00		
Garbage .....	33.00		
Escrow .....	2.00	14,561.75	
		<hr/>	
Less rentals .....		11,133.25	3,428.50
		<hr/>	
1628 Vine Street:			
Taxes .....	397.03		
Depreciation .....	194.40		
Light .....	8.64		
Water .....	1.42	601.49	
		<hr/>	
Less rentals .....	354.28		
Insurance .....	26.17	380.45	221.04
		<hr/>	
2338 Observatory Ave:			
Repairs .....	333.35		
Taxes .....	382.94		
Depreciation .....	742.20	1,458.49	
		<hr/>	
Less rentals .....		825.00	633.49
		<hr/>	
Hollywood Blvd:			
Interest .....	262.50		
Taxes .....	480.65		
Light .....	18.96		
Clearing .....	5.25	767.36	
		<hr/>	
Less rentals .....		60.00	707.36
		<hr/>	
Fernangeles:			
Taxes .....	148.11		
Depreciation .....	312.18		
Insurance .....	184.00		
Light .....	14.82	659.11	
		<hr/>	
Less rentals .....		89.00	570.11
		<hr/>	



No. Side Sunset			
Interest .....	700.00		
Taxes .....	477.80		
Light .....	19.07	1,196.87	
		<hr/>	
Less rentals .....		37.50	1,159.37
So. Side Sunset:			
Taxes .....	125.35		
Less rentals .....	30.38		94.97
		<hr/>	
Veteran Avenue:			
Depreciation .....	74.23		
Repairs .....	155.50		
Water .....	3.00	232.73	
		<hr/>	
Less rentals .....		50.00	182.73
Oakhurst:			
Repairs .....	27.75		
Water .....	2.00		
Gardner .....	22.50		52.25
		<hr/>	
Ivar Avenue:			
Interest .....	825.00		
Taxes .....	286.44		
Escrow .....	1.00		1,112.44
		<hr/>	
Ventura Blvd:			
Taxes .....			80.85
Highland Avenue:			
Rentals .....		6,308.33	
Less Interest .....	1,225.00		
Taxes .....	719.97		
Depreciation .....	2,269.75		
Insurance .....	316.00		
Light .....	27.84		
Commissions .....	256.82	4,815.38	1,492.95
		<hr/>	
Sundry Expenses: .....			7.60
		<hr/>	
Total Carrying Charge.....			17,635.46

## ITEM 14.

Excess of Carrying Charges over Income—Country Property.

## Labor

Floyd .....	1,039.19	
Jones .....	300.00	
Zagar .....	302.50	
Ross .....	100.00	
Ponty .....	646.46	
Poe .....	185.00	
Huling .....	596.66	
Brock .....	251.66	3,421.47

## Expenses

Repairs—Autos .....	59.85	
“ —General .....	496.87	
Auto Hire .....	110.00	
Gas & Oil.....	370.10	
Light & Power.....	121.38	
Seed .....	69.44	
Spraying .....	23.50	
Inspection .....	20.00	
Feed .....	281.73	
Insurance—buildings .....	58.00	
“ —compensation .....	94.73	
General expense .....	139.71	
Ivar Ave. Exp. ....	1.50	
Observatory Ave. Exp.....	10.44	1,857.25

## Pheasantry

Labor—Floyd .....	150.00	
Fuel .....	37.73	
Feed .....	2,213.49	
Loss in Inventory.....	2,565.21	
	<u>4,966.43</u>	
Less sale birds & eggs.....	3,577.67	1,388.76

Interest

Cereghino Ranch .....	63.29	
Hunter " .....	2,228.88	
Olmstead " .....	1,159.39	
Wyatt " .....	90.00	
Zenz " .....	700.00	4,241.56
	<hr/>	

Taxes—City & County

Cereghino Ranch .....	8.38	
Olmstead " .....	28.02	
Hunter " .....	235.91	
Wyatt " .....	106.51	
Wycoff " .....	22.26	
Zenz " .....	154.53	555.61
	<hr/>	

Depreciation

Hunter Ranch Bldgs.....	161.28	
Wyatt " " .....	11.55	
Wycoff " " .....	831.25	
Horses—Draft .....	14.50	1,018.58
	<hr/>	<hr/>
		12,483.23

LESS

Income

Oranges .....	1,277.50	
Lemons .....	1,303.42	2,580.92
		<hr/>

Net Cost over Income..... 9,902.31

[507]

ITEM 15.

Interest Paid.

Note at Bank of Italy for \$50,000.00.....	1,340.00	
" Bancitaly for 173 Sh. Bancitaly.....	1,164.25	
" " for 91 Sh. Bk. of Amer.	367.48	
" Bank of Italy for \$80,000.00.....	616.63	
Int. on 1923 deferred Federal tax.....	632.64	
" loans life insurance policies.....	714.00	4,835.00
	<hr/>	

## ITEM 16.

## Taxes Paid.

State—Corporation franchise tax.....	1,624.50	
“ —License .....	16.00	
“ —Gasoline tax .....	85.91	
Federal—Revenue stamps .....	513.43	
City & County—Personal property tax.....	4,477.12	6,716.96
	<hr/>	
		[508]

## ITEM 17.

## Worthless Stock.

150 Shares, California Air Construction.....	\$10,000.00
--	-------------

## ITEM 18.

## Bad Debts.

## Accounts Receivable:

California Air Construction .....	1,697.46	
H. O. Perline .....	50.00	
S. G. Ponty .....	1,303.54	
Popular Theatres .....	445.40	
Tempest Theatre .....	3,328.24	
Dave Watson .....	400.00	
Don Wilkie .....	150.00	7,374.64
	<hr/>	

## Notes Receivable:

Sylvia Ashton .....	3,306.50	
Rudolph Berliner .....	1,700.00	
“ “ .....	2,750.00	
F. B. Warren .....	1,000.00	8,756.50
	<hr/>	

TOTAL.....		16,131.14
------------	--	-----------

ITEM 20.  
Depreciation.

	Life	Cost	Amount taken previous yrs.	Amount taken this year	
Furniture & Fixtures					
Office .....	10 yr.	12,840.90	2,281.56	1,284.09	
Dining Room.....	10 yr.	184.23	27.80	18.42	
Ranch House.....	5 yr.	229.65	56.65	45.93	
Equipment					
Power Mower.....	5 yr.	225.00	.....	22.50	
Ranch Imp.....	5 yr.	2,389.92	1,342.29	477.98	1,848.92
					[509]

ITEM 22 (a).

Salaries Paid.

N. S. McCarthy.....	10,400.00	
R. Snyder .....	2,670.00	
R. A. Treacy.....	2,515.00	
F. M. Pennyfeather .....	1,208.35	
Taylor .....	875.00	
Jones .....	520.00	
Ottum .....	240.00	
Kibbie .....	260.00	
Yamato .....	80.00	
Dawson .....	50.00	
Lavin .....	5.00	
Burns .....	250.00	
Don Wilkie .....	800.00	19,873.35

ITEM 22 (b).

Kitchen Expense.

Food .....	596.14	
Labor .....	2,529.90	
Misc., Laundry, etc.....	454.95	
Automobile .....	28.40	
		3,609.39
For personal use.....	902.35	2,707.04
		[510]

## ITEM 22 (c).

## Yacht.

Payroll .....	11,851.14	
Food .....	3,331.39	
Dockage .....	50.00	
Repairs, batteries, etc.....	2,642.96	
Miscellaneous, laundry, uniforms.....	1,365.29	
Insurance .....	2,263.36	
Automobile .....	145.25	
Fuel, gasoline, etc.....	460.69	
Taxes .....	6.80	22,116.88
		<hr/>
Depreciation .....		2,629.84
Taxes .....		80.40
		<hr/>
		24,827.12

## ITEM 22 (d).

## Publicity.

Previewing .....	40.00
Wampas .....	250.00
Police Uniforms .....	245.00
Photos .....	239.90
Flowers .....	121.00
Times, Adv. ....	900.00
Convention .....	50.00
Air Races .....	500.00
LaP. Magazine adv.....	18.00
Fancy Show Hse ex.....	3,630.00
	<hr/>
Total.....	5,993.90

ITEM 22 (d) (Continued)

Business Dues and Subscriptions.

Hollywood Chamber of Commerce.....	20.00	
Art & Archeology.....	5.00	
Annalist .....	5.00	
Close-Up Magazine .....	3.50	
Exhibitions Review .....	10.00	
Film Mercury .....	3.00	
Game Conservation .....	5.00	
Hollywood Screen World.....	6.00	
Investment Service .....	125.00	
Literary Digest .....	4.00	
Motion Picture News.....	2.00	
Variety .....	10.00	
Wall St. Journal.....	18.00	216.50
		<hr/>

ITEM 22 (e).

Automobile Expense.

Cunningham:

Insurance .....	67.52	
Tires .....	6.20	
Depreciation .....	218.75	292.47
	<hr/>	

Cadillac:

Insurance .....	40.51	
Repairs .....	63.83	
Tires .....	74.74	
Depreciation .....	225.00	404.08
	<hr/>	

Dodge:

Insurance .....	79.71	
Repairs .....	25.95	105.66
	<hr/>	

Franklin:

Insurance .....	13.16	
Tires .....	21.15	
Repairs .....	232.33	
Depreciation .....	300.00	566.64
	<hr/>	

## ITEM 22 (e) (Continued)

## Automobile Expense

## Lincoln:

Insurance .....	173.09	
Repairs .....	121.80	
Tires .....	73.80	
Depreciation .....	955.00	1,323.69

## Locomobile:

Insurance .....		(94.62)
-----------------	--	---------

## Sundry Expenses:

Garage rent .....	239.94		
Gas & Oil.....	612.10		
Miscel. ....	105.27	957.31	3,555.23

[512]

## ITEM 22 (e).

## Travelling Expenses.

N. S. McCarthy.....	1,084.82	
A. G. King.....	270.05	
Taxes—Wycoff .....	11.31	1366.18

## ITEM 22 (f).

## Miscellaneous Expense.

Prints .....	43.52	
Audit .....	639.00	
Office .....	387.19	
Preview—Tickets .....	565.90	
Hollywood C. of C.....	232.00	
Bear Valley C. of C.....	50.00	
Automobile .....	101.57	
Telephone & Telg.....	174.11	
Projection .....	288.78	
Insurance .....	353.27	
Payroll .....	645.34	
Stationery .....	599.70	
Miscellaneous .....	195.02	
Research .....	1,423.35	
Midwick Club .....	203.50	
Holly. Ath. Club.....	140.84	6,043.09
Tax .....		3.70

6,046.79

[513]



*Substance best to write to*  
**CORPORATION INCOME TAX RETURN**  
**For Calendar Year 1928**

File This Return with the Collector of Internal Revenue for Tax District on or Before March 15, 1929

PRINT PLAINLY CORPORATION'S NAME AND BUSINESS ADDRESS

SECEL B. DE MILLE PRODUCTIONS, INC.  
(Name)

METRO-GOLDWYN-MAYER STUDIO  
(Street and number)

CULVER CITY

CALIFORNIA

Date of Incorporation **JUNE 10, 1922**

Under the Laws of what State or Country **CALIFORNIA**

PRODUCER OF MOTION PICTURES

Is This a Consolidated Return of Two or More Corporations? \_\_\_\_\_

Kind of Business	Item and Sub-item No.	GROSS INCOME	DEDUCTIONS	NET INCOME
	1. Gross Sales from Trading or Manufacturing, Less Returns and Allowances			
	2. Less Cost of Goods Sold:			
	(a) Inventory at close of preceding year			
	(b) Merchandise bought for sale			
	(c) Cost of manufacturing or otherwise producing goods (From Schedule A)			
	(d) Total of lines (a), (b), and (c)			
	(e) Less inventory at end of year			
	3. Gross Profit from Trading or Manufacturing (Item 1 minus Item 2)			
	4. Gross Profit from Operations Other Than Trading or Manufacturing (See source of income):			
	(a) <b>T E N T A T I V E</b>			
	(b)			
	(c)			
	5. Interest on Bank Deposits, Notes, Mortgages, and Corporation Bonds			
	6. Rents			
	7. Royalties			
	8. Profit from Sale of Real Estate, Stocks, Bonds, and other Capital Assets (From Schedule B)			
	9. Dividends on Stock of Domestic Corporations			
	10. Other Income (Including dividends received on stock of foreign corporations). (State nature of income):			
	(a)			
	(b)			
	(c)			
	11. TOTAL INCOME IN ITEMS 3 TO 10			
	12. Compensation of Officers (From Schedule C)			
	13. Rent on Business Property			
	14. Repairs (From Schedule D)			
	15. Interest			
	16. Taxes (From Schedule E)			
	17. Losses (From Schedule F)			
	18. Bad Debts (From Schedule G)			
	19. Dividends (From Schedule H)			
	20. Depreciation (resulting from exhaustion, wear and tear, or obsolescence) (From Schedule I)			
	21. Depletion of Mines, Oil and Gas Wells, Timber, etc. (Substantiated, see Instructions 2)			
	22. Other Deductions Not Reported Above. (Explain below or on separate sheet):			
	(a) Salaries and wages. (Not included in Item 3, 12, or 14 above)			
	(b) Net Loss for prior year. (Substantiated)			
	(c)			
	(d)			
	(e)			
	(f)			
	23. TOTAL DEDUCTIONS IN ITEMS 12 TO 22			
	24. NET INCOME (Item 11 minus Item 23)			
	25. Net Income (Item 24 above)			
	26. Less Credit of \$3,000 (for a domestic corporation having a net income of less than \$25,000)			
	27. Balance (Item 25 minus Item 26)			
	31. Less: Income Tax Paid at Source. (This credit can only be allowed to a nonresident foreign corporation)			
	32. Income and Profits Taxes Paid to a Foreign Country or United States possession by a domestic corporation (see Inst. 27)			
	33. Balance of Tax (Item 30 minus Items 31 and 32)			

COMPUTATION OF TAX

28. Income Tax (12% of Item 27)	\$	85,970.48
29. If the net income of a Domestic Corporation is less than \$25,000, enter the amount in excess of \$25,000	\$	
30. Total Tax (Item 28 plus Item 29)	\$	85,970.48
31. Less: Income Tax Paid at Source. (This credit can only be allowed to a nonresident foreign corporation)	\$	
32. Income and Profits Taxes Paid to a Foreign Country or United States possession by a domestic corporation (see Inst. 27)	\$	
33. Balance of Tax (Item 30 minus Items 31 and 32)	\$	85,970.48

An amended return must be marked "Amended" at top of return

Checks and drafts will be accepted only if payable at par

274726



Page 2 of Return

SCHEDULE A—COST OF MANUFACTURING OR  
PRODUCING GOODS (See Instruction 2)

[Not filled out.]

SCHEDULE B—PROFIT FROM SALE OF REAL ESTATE,  
STOCKS, BONDS, ETC. (See Instruction 8)

[Not filled out.]

SCHEDULE C—COMPENSATION OF OFFICERS  
(See Instruction 12)

[Not filled out.]

SCHEDULE D—COST OF REPAIRS (See Instruction 14)

[Not filled out.]

SCHEDULE E—TAXES PAID (See Instruction 16)

[Not filled out.]

SCHEDULE F—EXPLANATION OF LOSSES BY FIRE,  
STORM, ETC. (See Instruction 17)

[Not filled out.]

SCHEDULE G—BAD DEBTS (See Instruction 18)

[Not filled out]

SCHEDULE H—DIVIDENDS DEDUCTIBLE  
(See Instruction 19)

[Not filled out]

SCHEDULE I—EXPLANATION OF DEDUCTION FOR  
DEPRECIATION (See Instruction 20)

[Not filled out]

[515]

Page 3 of Return

SCHEDULE K—BALANCE SHEETS (See Instruction 43)

[Not filled out.]

[516]

Page 4 of Return

SCHEDULE L—RECONCILIATION OF NET INCOME  
AND ANALYSIS OF CHANGES IN SURPLUS

[Not filled out.]

QUESTIONS

KIND OF BUSINESS

[Not filled out.]

AFFILIATIONS WITH OTHER CORPORATIONS

See Instruction 38

[Not filled out.]

PREDECESSOR BUSINESS

[Not filled out.]

BASIS OF RETURN

[Not filled out.]

VALUATION OF INVENTORIES

[Not filled out]

LIST OF ATTACHED SCHEDULES

[Not filled out.]

AFFIDAVIT

We, the undersigned, president and treasurer of the corporation for which this return is made, being severally duly sworn, each for himself deposes and says that this return, including the accompanying schedules and statements, has been examined by him and is, to the best of his knowledge and belief, a true and complete return made in good faith, for the taxable year as stated, pursuant to the Revenue

Act of 1928 and the Regulations issued under authority thereof.

CECIL B. deMILLE,  
President.

A. G. KING,  
Treasurer.

[Corporate Seal]

Sworn to and subscribed before me this 14th day of March, 1929.

[Notarial Seal] . GLADYS ROSSON,  
Notary Public.

My Commission Expires June 12, 1930. [517]

March 15, 1929.

IT:CJP

Cecil B. De Mille Productions, Inc.,  
Culver City, Calif.

Sir:

Receipt is acknowledged of your letter of recent date requesting, for the reasons therein given, extension of time within which to file your return of income for calendar year 1928.

PROVIDED A TENTATIVE RETURN IS FILED WITH THE COLLECTOR OF INTERNAL REVENUE FOR YOUR DISTRICT ON OR BEFORE March 15, 1929, AND PAYMENT MADE AT THAT TIME OF AT LEAST ONE-FOURTH OF THE TOTAL ESTIMATED TAX SHOWN THEREON TO BE DUE, you are hereby granted an extension of time to March 25, 1929.

Any deficiency in the first installment of tax will bear interest at the rate of one-half of one per cent a month from the original due date.

By a "tentative return" is meant a return on the appropriate income tax form, showing only the name and address of the taxpayer and the estimated amount, if any, of the tax due. The items and schedules shown on the form need not be filled in.

A copy of this letter must be attached to both the tentative and completed returns as authority for the extension of time herein granted. The completed return when filed should be plainly marked "completed return."

Respectfully,

D. H. BLAIR, Commissioner,

By GALEN H. WELSH, Collector.

#221.

Note: Tentative return filed accompanied by check in the Amount of \$21,492.62. [518]

# CORPORATION INCOME TAX RETURN For Calendar Year 1929

(Auditor's Stamp) 7/23/30

File This Return with the Collector of Internal Revenue for Your District on or Before March 15, 1930

PRINT PLAINLY CORPORATIONS NAME AND BUSINESS ADDRESS  
CECIL B. DEMILLE PRODUCTIONS INC  
(Name)

METRO GOLDWYN MAYER STUDIO  
(Street and number)

CULVER CITY CALIFORNIA  
(Post office and State)

UNIT NO. JUNE 10 1922

Date of Incorporation

Under the Laws of what State or Country CALIFORNIA

Cash Check M.O. Cert. of Ind. Prpy Payment  
1237.10

Cashed  
At 6-Calif

Page 1 of Return  
182

File No. 1013

Kind of Business PRODUCERS OF MOTION PICTURES Is This Consolidated Return of Two or More Corporations? No

Item and Description	150	000	00
1. Gross Sales from Packing or Manufacturing, Less Returns and Allowances			
2. Less Cost of Goods Sold:			
(a) Inventory at beginning of year			
(b) Merchandise bought for sale			
(c) Cost of manufacturing or producing goods (From Schedule A)			
(d) Total of lines (b), (c), and (d)	11	175	07
3. Gross Profit from Trading or Manufacturing (State source of income)	282	78	
4. Gross Profit from Operations Other Than Trading or Manufacturing. (State source of income):	2	798	61
(a) OIL LEASE UNITS - LEO D. JACOBY	32	115	50
(b) REAL ESTATE TRUST - LAWRENCE THIM SYN	279	508	09
(c) OIL ROYALTY - NATIONAL ROYALTIES-PULLIAM WELL	102	483	22
5. Interest on Bank Deposits, Notes, Mortgages, and Corporation Bonds.	41	129	70
6. Rents.			
7. Royalties.			
8. Profit from Sale of Real Estate, Stocks, Bonds, and other Capital Assets (From Schedule B)	2	123	41
9. Dividends on Stock of Domestic Corporations	50	00	
10. Other Income (including dividends received on stock of foreign corporation):	188	12	
(a) LIQUIDATING DIVIDENDS AS PER SCHEDULE			
(b) RECEIVED FROM UNKNOWN SOURCE			
(c) TEMPEST THEATRE RECOVERED ON ACCOUNT			
11. Total Income in Items 3 to 10.	198	850	00

Item and Description	198	850	00
12. Compensation of Officers (From Schedule C)			
13. Rent on Business Property SEE REAL ESTATE CARRYING CHARGES FOR RENTS	32	331	68
14. Repairs (From Schedule B) REAL ESTATE CARRYING CHARGES	14	966	40
15. Interest OTHER THAN REAL ESTATE CARRYING CHARGES	3	924	69
16. Taxes (From Schedule B) TAXES OTHER THAN REAL ESTATE CARRYING CHARGES			
17. Losses (From Schedule F)			
18. Bad Debts (From Schedule G)			
19. Dividends (From Schedule B)	41	129	70
20. Depreciation (resulting from exhaustion, wear and tear, or obsolescence) (From Schedule D) PULLIAM WELL	6	077	13
21. Depletion of Mines, Oil and Gas Wells, Timber, etc. (Submit schedule, see Instructions B)	769	61	
22. Other Deductions Not Reported Above. (Explain below, or on separate sheet):	19	935	00
(a) Salaries and wages. (Not included in Item 2, 12, or 14 above)			
(b) BUSINESS DUES AND SUBSCRIPTIONS	3	578	46
(c) LOSS ACCOUNT SALE OF AUTO 112 50 AUTO EXP 2397 00	2	499	50
(d) PICTURE EXP 6297 17 PUBLICITY EXP 3782 09	10	169	26
(e) YACHT EXP 23322 06 TRAVELING EXP 321 14	23	643	20
(f) OFFICE EXP 7308 84 KITCHEN EXP 2429 50	9	737	34
23. TOTAL DEDUCTIONS IN ITEMS 12 TO 22.			
24. Net Income (Item 11 minus Item 23)	367	611	97

Item and Description	49	276	09
25. Net Income (Item 24 above)			
26. Less Credit of \$3,000 (for a domestic corporation having a net income of less than \$25,000)			
27. Balance (Item 25 minus Item 26)	49	276	09
31. Less: Income Tax Paid at Source. (This credit can only be allowed to a nonresident foreign corporation)			
32. Income Tax Paid to a Foreign Country or U. S. possession by a domestic corporation (see Inst. 27)			
33. Balance of Tax (Item 26 minus Items 31 and 32)	5	420	37
30. Total Tax (Item 28 plus Item 29)	5	420	37

COMPUTATION OF TAX

An amended return must be marked "Amended" at top of return

Checks and drafts will be accepted only if payable to order of the collector





Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
<b>ASSETS</b>				
1. Cash .....		\$ 243,142.80		\$ 389,499.75
2. Notes receivable .....		297,222.65		160,586.14
3. Accounts receivable .....	\$ 67,206.81		\$ 10,672.95	
Less reserve for bad debts .....		67,206.81		10,672.95
4. Inventories:				
Raw materials .....	\$		\$	
Work in process .....				
Finished goods .....				
Supplies .....				
.....				
5. Investments (nontaxable):				
Obligations of a State, Territory, or any political subdivision thereof, or the District of Columbia .....	\$ 36,116.86		\$ 35,076.23	
Securities issued under the Federal Farm Loan Act, or under such Act as amended .....				
Obligations of the United States or its possessions .....	4,987.50	41,104.36	5,007.81	40,084.04

## SCHEDULE K—BALANCE SHEETS—(Cont'd)

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
6. Other investments:				
Stocks of domestic corporations .....	\$970,467.93		\$ 992,184.52	
Bonds of domestic corporations .....	53,707.68		90,263.83	
Stocks and bonds of foreign corporations.....	12,936.28		10,098.78	
All other investments or loans—Insurance.....	52,887.00	1,089,998.89	68,435.00	1,160,982.13
7. Deferred charges:				
Prepaid insurance .....	\$ .....		\$ .....	
Prepaid taxes .....	.....		.....	
All other—Salaries .....	.....		1,060.00	1,060.00
8. Capital assets:				
Land—Livestock .....	\$ 4,445.00	450,141.35	\$ 4,445.00	532,233.69
Buildings .....	241,488.26		294,024.28	
Machinery and equipment .....	3,314.92		5,106.87	
Furniture and fixtures .....	18,307.41		24,258.94	
Delivery equipment .....	5,693.24		6,686.89	
Office on 3 yr. term .....	.....		3,531.48	
Yacht and fixtures .....	58,642.01		59,671.51	
Less reserves for depreciation .....	\$331,890.84		\$ 397,724.97	
	97,042.90	234,847.94	119,607.42	278,117.55

SCHEDULE K—BALANCE SHEETS—(Cont'd)

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
9. Picture rights .....				475.00
10. Good will—Dramatic property .....		33,028.50		33,028.50
11. Other assets (describe fully):				
Pheasants and poultry .....	\$ 2,699.50		\$ 5,673.50	
Certificates of interest .....	5,750.00		8,516.32	
Club memberships .....	2,000.00	10,449.50	2,000.00	16,189.82
12. Total Assets .....		\$2,467,142.80		\$2,622,929.57
LIABILITIES				
13. Notes payable (less than one year) .....				\$ 317,385.97
14. Accounts payable .....		\$ 96,900.00		1,151.59
15. Bonds and notes (not secured by mortgage) .....		21,607.29		
16. Mortgages (including bonds and notes so secured) .....			168,148.50	170,648.50
17. Accrued expenses:				
Interest .....	\$		\$	
Taxes .....				
All other .....				

## SCHEDULE K—BALANCE SHEETS—(Cont'd)

Items	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
18. Other liabilities (describe fully):				
.....	.....	.....	.....	.....
.....	.....	.....	.....	.....
19. Capital stock:				
Preferred stock (less stock in treasury) .....	\$ .....	.....	\$ .....	.....
Common stock (less stock in treasury) .....	800,000.00	800,000.00	800,000.00	800,000.00
20. Surplus .....	\$663,992.82	.....	\$1,332,487.01	.....
21. Undivided profits preceding 12 mo. ....	716,494.19	1,380,487.01	1,256.50	1,333,743.51
22. Total Liabilities .....		\$2,467,142.80		\$2,622,929.57

[520]

SCHEDULE L—RECONCILIATION OF NET INCOME  
AND ANALYSIS OF CHANGES IN SURPLUS

1. Net income from Item 24, page 1 of the return .....	\$ 49,276.09
2. Nontaxable income:	
(a) Interest on obligations of a State, Territory, or any political subdivision thereof, or the District of Columbia.....	1,736.27
(b) Interest on securities issued under the Federal Farm Loan Act, or under such Act as amended.....	.....
(c) Interest on obligations of the United States or its possessions.....	218.37
(d) Dividends deductible under Section 23(p) of the Revenue Act of 1928.....	41,129.70
(e) Proceeds of life insurance policies paid upon the death of the insured.....	.....
(f) Other items of nontaxable income (to be detailed):	
(1) .....	.....
(2) .....	.....
(3) .....	.....
3. Charges against reserve for bad debts, if Item 18, page 1 of return, is not an addition to a reserve .....	.....
4. Charges against reserves for contingencies, etc. (to be detailed):	
(a) .....	.....
(b) .....	.....
(c) .....	.....
5. Total of Lines 1 to 4, inclusive.....	\$ 92,360.43
6. Total from Line 14.....	91,103.93
7. Net profit for year, as shown by books, before any adjustments are made therein (Line 5 minus Line 6).....	\$ 1,256.50
8. Surplus and undivided profits as shown by balance sheet at close of preceding taxable year .....	1,380,487.01

9. Other credits to surplus (to be detailed) :	
(a) .....	.....
(b) .....	.....
(c) .....	.....
10. Total of Lines 7 to 9, inclusive.....	\$1,381,743.51
11. Total from Line 17.....	48,000.00
12. Surplus and undivided profits as shown by balance sheet at close of taxable year (Line 10 minus Line 11).....	\$1,333,743.51
13. Unallowable deductions:	
(a) Donations, gratuities, and contributions	130.00
(b) Income and profits taxes paid to the United States, and so much of such taxes paid to its possessions or foreign coun- tries as are claimed as a credit in Item 32, page 1 of the return.....	85,979.30
(c) Federal taxes paid on tax-free covenant bonds .....	.....
(d) Special improvement taxes tending to in- crease the value of the property assessed	.....
(e) Furniture and fixtures, additions, or bet- terments treated as expenses on the books	.....
(f) Replacements and renewals.....	.....
(g) Insurance premiums paid on the life of any officer or employee where the corpo- ration is directly or indirectly a bene- ficiary .....	4,185.13
(h) Interest on indebtedness incurred or con- tinued to purchase or carry obligations or securities the interest upon which is wholly exempt from taxation.....	.....
(i) Additions to reserve for bad debts which are not included in Item 18, page 1 of return .....	.....
(j) Additions to reserves for contingencies, etc. (to be detailed) :	
(1) .....	.....
(2) .....	.....
(3) .....	.....

(k) Other unallowable deductions (to be detailed):

(1) 1/4 Off Kitchen Expense acct. personal use .....	809.50
(2) .....	.....
(3) .....	.....

14. Total of Line 13..... \$ 91,103.93

15. Dividends paid during the taxable year (state whether paid in cash, stock of the corporation, or other property):

(a) Date paid, Jan. 1st. Character, cash.....	\$ 12,000.00
(b) Date paid, Apr. 1st. Character, cash.....	12,000.00
(c) Date paid, Jul. 1st. Character, cash.....	12,000.00
(d) Date paid, Oct. 1st. Character, cash.....	12,000.00

16. Other debits to surplus (to be detailed):

(a) .....	.....
(b) .....	.....
(c) .....	.....

17. Total of Lines 15 and 16..... \$ 48,000.00

QUESTIONS

KIND OF BUSINESS

[Not filled out]

3. Answers:

(a) General class (use key letter designation) C.

(b) Main income-producing business (give specifically the information called for under each key letter, also whether acting as principal, or as agent on commission; state if inactive or in liquidation) Motion picture producer acting under contract.

AFFILIATIONS WITH OTHER CORPORATIONS

See Instruction 38

[Not filled out.]

## PREDECESSOR BUSINESS

6. Did the corporation file a return under the same name for the preceding taxable year? Yes. Was the corporation in any way an [illegible] result, continuation, or reorganization of a business or business in existence during this or any prior year since December 31, 1917? Yes. If answer is "yes," give name and address of each predecessor business, and the date of the change in entity. Cecil B. DeMille Co-Partnership—1922. Upon such change were any asset values increased or decreased? ..... If the answer is "yes," closing balance sheets of old business and opening balance sheets of new business must be furnished.

## BASIS OF RETURN

7. Is this return made on the basis of actual receipts and disbursements? Yes. If not, describe fully what other basis or method was used in computing net income. No inventories are carried.

## VALUATION OF INVENTORIES

[Not filled out.]

## LIST OF ATTACHED SCHEDULES

9. Enter below a list of all schedules accompanying this return, giving for each a brief title and the schedule number. The name and address of the cor-



poration should be placed on each separate schedule accompanying the return.

Item 5 Interest recd.

7 Royalties.

8 Loss on sale of stocks and bonds.

9 Dividends.

14 Real estate carrying charges.

15 Interest paid.

22 Dues and sub. Auto exp. Pict. exp. Pub. exp. Yacht exp. Office exp. Kitchen exp.

The corporation's books are in care of.....

Located at .....

[521]

Page 4 of Return

SCHEDULE A—COST OF MANUFACTURING OR  
PRODUCING GOODS (See Instruction 2)

[Not filled out.]

SCHEDULE B—PROFIT FROM SALE OF REAL ESTATE,  
STOCKS, BONDS, ETC. (See Instruction 8)

See schedule attached.

SCHEDULE C—COMPENSATION OF OFFICERS (See Instruction 12)

1. Name of Officer	Official Title	3. Time Devoted to Business	Shares of Stock Owned		6. Amount of Compensation (Enter as Item 12)
			4. Common	5. Preferred	
Cecil B. DeMille	Pres.	All	5,794		\$130,500.00
Mrs. C. A. DeMille	V. Pres.	Part	2,000		44,200.00
A. G. King	Secy.	All	2		15,600.00
Miss Gladys Rosson	Asst. Secy	All	2		8,550.00
					198,850.00

SCHEDULE D—COST OF REPAIRS

(See Instruction 14)

See schedule of real estate carrying charges attached.

SCHEDULE E—TAXES PAID (See Instruction 16)

1. Items	2. Amount (Enter as Item 16)
State license and gasoline	\$ 111.28
State income tax	25.00
City and county personal property	1,453.70
City and county stocks and bonds	221.56
Federal stamps	1.00
Federal club dues	42.15
<hr/>	
Total	\$3,924.69

SCHEDULE F—EXPLANATION OF LOSSES BY FIRE, STORM, ETC. (See Instruction 17)

[Not filled out.]

SCHEDULE G—BAD DEBTS

(See Instruction 18)

[Not filled out.]

SCHEDULE H—DIVIDENDS DEDUCTIBLE

(See Instruction 19)

See schedule attached.

SCHEDULE I—EXPLANATION OF DEDUCTION FOR DEPRECIATION (See Instruction 20)

1. Kind of Property (If buildings, state material of which constructed)	2. Date Acquired	3. Age When Acquired	4. Probable Life After Acquirement	5. Cost or Value as of March 1, 1913, Whichever Greater Exclusive of Land	Amount of Depreciation Charged Off	
					6. Previous years	7. This year
Buildings .....	Various	Various	Various	\$294,024.28	\$43,488.41	\$15,724.89
Machinery and equipment .....	"	"	"	5,106.87	1,842.77	912.18
Furniture and fixtures .....	"	"	"	24,258.94	3,714.45	2,314.93
Delivery equipment .....	"	"	"	6,686.89	1,555.00	1,124.89
Contract office .....	"	"	"	3,531.48	.....	1,177.16
Yacht fixtures—yacht .....	"	"	"	59,671.51	43,775.77	345.97
Livestock .....	"	"	"	4,445.00	3,266.50	964.50
					\$97,642.90	\$22,564.52

AFFIDAVIT

We, the undersigned, president and treasurer of the corporation for which this return is made, being severally duly sworn, each for himself deposes and says that this return, including the accompanying schedules and statements, has been examined by him and is, to the best of his knowledge and belief, a true and complete return made in good faith, for the taxable year stated, pursuant to the Revenue Act of 1928 and the Regulations issued thereunder.

CECIL B. DEMILLE, President.  
 GLADYS ROSSON, Asst. Secy.  
 (Corporate Seal)

Sworn to and subscribed before me this 14th day of March, 1930.  
 (Notarial Seal) CLARA L. TELL, Notary Public.

ITEM 8  
Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
100	Anaconda Copper .....	12,930.00	14,040.35	.....	1,110.35	.....
100	Armour & Co.....	8,697.50	7,073.50	1,624.00	.....	.....
100	Beth. Steel Corp.....	10,825.00	13,575.90	.....	2,750.90	.....
100	Canadian Pacific .....	21,235.00	22,556.50	.....	1,321.50	.....
100	City Service .....	6,350.00	2,887.90	3,462.10	.....	.....
35	Claude Neon .....	700.00	892.50	.....	192.50	.....
85	" .....	71.20	4,992.05	.....	4,920.85	.....
100	Commercial Solvents .....	23,335.00	36,446.00	.....	13,111.00	.....
100	Cons. RR of Cuba.....	7,522.50	6,984.65	537.85	.....	.....
82½	Fairways, Inc. ....	5,500.00	2,000.00	3,500.00	.....	.....
150	Fokker Aircraft Corp.....	1,500.00	1,800.00	.....	300.00	.....
1000	Fox Theatre .....	36,150.00	23,947.50	12,202.50	.....	.....
1000	Fox Theatre .....	36,150.00	24,072.50	12,077.50	.....	.....
500	Fox Theatre .....	18,075.00	13,630.00	4,445.00	.....	.....
1000	Fox Theatre .....	36,150.00	10,660.00	25,490.00	.....	.....
1500	Fox Theatre .....	54,225.00	15,990.00	38,235.00	.....	.....
300	General Motors .....	23,423.75	21,526.90	1,896.85	.....	.....
100	Hudson & Manhattan.....	8,711.80	7,472.10	1,239.70	.....	.....
100	" .....	5,922.50	4,910.05	1,012.45	.....	.....
500	Interstate Equities .....	8,500.00	7,417.50	1,082.50	.....	.....

ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
1000	Maddux Air Lines.....	11,000.00	12,030.00	.....	1,030.00	.....
100	Merchants Natl. Bank.....	24,035.00	24,799.48	.....	764.48	.....
100	Natl. Cash Reg.....	12,630.00	12,563.35	66.65	.....	.....
100	Nash Motors.....	10,425.00	8,619.26	1,805.74	.....	.....
102	Natl. Dairy Prods.....	8,207.17	8,239.44	.....	32.27	.....
100	N. Y. Central.....	24,135.00	16,616.00	7,519.00	.....	.....
200	Northern Pac.....	14,795.00	20,327.95	.....	5,532.95	.....
100	Northern Pipe.....	6,222.50	5,750.50	472.00	.....	.....
100	Owens Bottle.....	9,210.00	7,772.44	1,437.56	.....	.....
50	Pacific Indemnity.....	5,000.00	11,232.00	.....	6,232.00	.....
400	Pioneer Pacific Worsted.....	13,000.00	worthless	13,000.00	.....	.....
100	Richfield Oil Co.....	2,453.75	2,425.00	28.75	.....	.....
100	Transamerica.....	5,124.47	13,252.00	.....	8,127.53	.....
100	".....	5,166.46	13,327.00	.....	8,160.54	.....
100	".....	5,124.47	13,283.50	.....	8,159.03	.....
100	".....	5,124.47	13,283.50	.....	8,159.03	.....
100	".....	5,073.73	13,416.30	.....	8,342.57	.....
100	".....	5,366.53	15,569.00	.....	10,202.47	.....
100	".....	5,366.53	15,394.49	.....	10,027.96	.....

ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
50	Transamerica	2,632.48	7,697.25	.....	5,064.77	.....
100	"	5,366.53	15,381.50	.....	10,014.97	.....
100	"	5,366.53	15,331.50	.....	9,964.97	.....
100	"	2,126.36	15,878.30	.....	13,751.94	.....
800	"	17,002.84	49,816.00	.....	32,813.16	.....
700	"	13,926.54	43,589.00	.....	29,662.46	.....
151½	"	3,180.45	.....	3,180.45	.....	.....
100	U. S. Steel	18,730.00	19,599.30	.....	869.30	.....
	Forward	571,766.06	638,069.96	134,315.60	200,619.50	.....
	Bro't forward	571,766.06	638,069.96	134,315.60	200,619.50	[523]
100	U. S. Smelt & Ref	5,722.50	5,175.50	547.00	.....	.....
100	Wire Wheel Corp	3,222.50	2,972.95	249.55	.....	.....
10M	Key System Transit	9,725.00	8,700.00	1,025.00	.....	.....
10M	Pacific Public Serv	9,862.50	11,612.50	.....	1,750.00	.....
5M	U. S. Treasury Cert	4,987.50	5,000.00	.....	12.50	.....
1M	Republic of Bolivia	1,017.50	940.00	77.50	.....	.....
2M	Republic of Peru	1,820.00	1,680.00	140.00	.....	.....
		608,123.56	674,150.91	136,354.65	202,382.00	.....
			608,123.56	.....	136,354.65	.....
			66,027.35	.....	66,027.35	66,027.35

ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
Barneson-Margin a/c						
Jan						
100	Chandler Motors .....	2,768.93	3,823.50	.....	1,054.57	.....
100	Otis Steel .....	3,447.50	4,173.50	.....	726.00	.....
400	Rio Grande .....	68,940.00	76,657.50	.....	7,717.50	.....
500	Transamerica .....	64,087.50	65,322.50	.....	1,235.00	.....
	Interest .....	428.55	.....	428.55	.....	.....
Feb						
100	Fleishman .....	8,660.00	7,411.00	1,249.00	.....	.....
100	Rio Grande .....	17,235.00	19,971.50	.....	2,736.50	.....
100	Anaconda Cop .....	13,355.00	13,093.00	262.00	.....	.....
	Interest .....	21.50	.....	21.50	.....	.....
Mar						
200	Continental Oil .....	4,970.00	5,054.20	.....	84.20	.....
	Interest .....	57.85	.....	57.85	.....	.....
Apr						
100	Columbia Graphophone .....	7,110.00	7,974.88	.....	864.88	.....
	Interest .....	92.82	.....	92.82	.....	.....

ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs Corporation	Cost	Sold	Loss	Gain	Net Profit
Barneson—Margin a/c					
May					
200 Otis Steel .....	8,132.50	8,752.00	.....	619.50	.....
100 Am & For Power .....	11,405.00	10,566.00	839.00	.....	.....
Interest .....	100.36	.....	100.36	.....	.....
June					
100 Rio Grande .....	4,222.50	2,728.00	1,494.50	.....	.....
Interest .....	59.26	.....	59.26	.....	.....
July					
Interest .....	52.63	.....	52.63	.....	.....
Aug					
100 Rio Grande .....	4,222.50	2,851.00	1,371.50	.....	.....
100 Columbia Phono .....	6,860.02	6,427.38	432.64	.....	.....
Interest .....	82.74	.....	82.74	.....	.....
Sept					
100 United Aircraft .....	13,630.00	12,778.50	851.50	.....	.....
Interest .....	24.86	.....	24.86	.....	.....
	239,967.02	247,584.46	7,420.71	15,038.15	.....
		239,967.02	.....	7,420.71	.....
Net Gain Barneson a 'c .....		7,617.44	.....	7,617.44	7,617.44
			Forward.....		73,644.79



ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Bro't forward.....	—	.....	.....	.....	73,644.79
	Hutton—Margin a/c AGK					
Jan						
50	St. Louis & SW.....	6,056.25	5,141.75	914.50	.....	.....
100	Gardner Motors.....	1,735.00	1,877.30	.....	142.30	.....
100	Monty Ward.....	14,317.50	14,341.00	.....	23.50	.....
100	Mack Truck.....	10,750.00	11,221.00	.....	471.00	.....
100	Texas Gulf.....	7,835.00	7,661.00	174.00	.....	.....
50	Loose Wiles.....	3,275.00	3,193.23	81.77	.....	.....
	Interest.....	38.25	.....	38.25	.....	.....
Feb						
100	Consolidated Can.....	6,560.00	6,636.00	.....	76.00	.....
100	General Motors.....	8,410.00	8,077.10	332.90	.....	.....
	Interest.....	16.61	.....	16.61	.....	.....
	Blythe & Co. (AGK)					
Feb						
300	Krueger & Toll.....	12,592.50	13,057.50	.....	465.00	.....
	Interest.....	19.71	.....	19.71	.....	.....

ITEM #8 (Continued)  
Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Blythe & Co. (AGK)					
Mar						
300	Park Utah .....	4,080.00	3,532.38	547.62	.....	.....
200	Barnsdale .....	8,645.00	8,903.00	.....	258.00	.....
300	Rio Grande .....	11,817.50	11,628.00	189.50	.....	.....
	Interest .....	52.84	.....	52.84	.....	.....
Apr						
300	Skelly Oil .....	12,285.00	13,512.00	.....	1,227.00	.....
	Interest .....	78.91	.....	78.91	.....	.....
May						
	Sale of rites .....	.....	157.30	.....	157.30	.....
	Division of profits:					
	Gladys Rosson .....	46.69	.....	46.69	.....	.....
	A. G. King .....	46.68	.....	46.68	.....	.....
		108,658.44	108,938.56	2,539.98	2,820.10	.....
			108,658.44	.....	2,539.98	.....
	Net gain on joint a/c .....		280.12	.....	280.12	280.12

ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Blythe & Co.—Gen. Margin a/c					
Mar	Interest .....	17.84	.....	17.84	.....	.....
Apr	200 Rio Grande .....	8,370.00	7,927.00	443.00	.....	.....
	100 Pacific Western Oil.....	2,067.50	1,930.50	137.00	.....	.....
	500 Skelly Oil .....	20,725.00	22,582.50	.....	1,857.50	.....
	500 Elec. Power & Light.....	31,987.50	32,891.18	.....	903.68	.....
	Interest .....	232.25	.....	232.25	.....	.....
May	307½ Rio Grande .....	12,517.50	11,144.93	1,372.57	.....	.....
	900 Pacific Western Oil.....	18,982.50	19,119.50	.....	137.00	.....
	Interest .....	407.04	.....	407.04	.....	.....
	Forward.....	95,307.13	95,595.61	2,609.70	2,898.18	73,924.91

[525]

ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs Corporation	Cost	Sold	Loss	Gain	Net Profit
Blythe & Co. (Continued)					
Bro't forward.....	95,307.13	95,595.61	2,609.70	2,898.18	73,924.91
June					
500 Skelly Oil .....	21,750.00	19,395.00	2,355.00	.....	.....
200 Pan American .....	12,795.00	12,351.00	444.00	.....	.....
200 Anaconda Copper .....	20,760.00	20,823.50	.....	63.50	.....
100 Anaconda Copper .....	10,305.00	10,705.50	.....	400.50	.....
Interest .....	167.33	.....	167.33	.....	.....
July					
300 Pan American .....	19,230.00	18,676.50	553.50	.....	.....
200 United Corp .....	14,557.50	14,122.00	435.50	.....	.....
100 Columbia Graph .....	6,572.50	6,239.88	332.62	.....	.....
200 Kreuger & Toll .....	8,340.00	8,047.50	292.50	.....	.....
Interest .....	158.23	.....	158.25	.....	.....
Aug					
100 General Motors .....	8,425.00	7,364.60	1,060.40	.....	.....
100 General Motors .....	7,022.50	6,889.60	132.90	.....	.....
100 Lambert .....	14,530.00	14,066.00	464.00	.....	.....
100 Columbia Graph .....	6,572.50	6,427.38	145.12	.....	.....

ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Blythe & Co. (Continued)					
	Aug (cont.)					
200	Radio Corp .....	17,225.00	17,742.00	.....	517.00	.....
100	Columbia Gas & Elec.....	9,312.50	9,371.00	.....	58.50	.....
100	Intl. Tel & Tel.....	11,255.00	11,741.00	.....	486.00	.....
200	Yellow Truck .....	7,615.00	7,259.20	355.80	.....	.....
300	" .....	11,610.00	10,738.80	871.20	.....	.....
100	Natl. Cash Reg.....	12,830.00	12,241.00	589.00	.....	.....
	Interest .....	315.18	.....	315.18	.....	.....
Sept						
	Interest .....	223.72	.....	223.72	.....	.....
Oct						
100	American Can .....	17,880.00	17,869.00	11.00	.....	.....
	Interest .....	118.66	.....	118.66	.....	.....
Nov						
	1½ Murray Body .....	.....	28.30	.....	28.30	.....
		334,877.75	327,694.37	11,635.36	4,451.98	.....
		327,694.37	.....	4,451.98	.....	.....
	Net Loss on Blythe & Co.....	7,183.38	.....	7,183.38	.....	7,183.38

## Comm. of Internal Revenue vs.

ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Blythe & Co.—Spl. Margin a/c					
Apr						
100	Mexican Seaboard .....	5,447.50	5,523.50	.....	76.00	.....
	Interest .....	63.12	.....	63.12	.....	.....
May						
500	Richfield Oil .....	22,975.00	23,395.00	.....	420.00	.....
	Interest .....	150.50	.....	150.60	.....	.....
June						
200	Freeport Texas .....	9,340.00	9,252.00	88.00	.....	.....
	Interest .....	47.38	.....	47.38	.....	.....
	Forward.....	38,023.60	38,170.50	349.10	496.00	66,741.53

[526]

ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Bro't forward.....	38,023.60	38,170.50	349.10	496.00	66,741.53
July	Blythe & Co. Spl. Margin					
200	Mexican Seaboard .....	10,845.00	7,802.00	3,043.00	.....	.....
200	“ “ rites .....	1,600.00	1,979.25	.....	379.25	.....
100	Bendix Aviation .....	9,487.50	9,721.00	.....	233.50	.....
200	Utilities Pr & Lite .....	9,890.00	10,447.00	.....	557.00	.....
100	Radio Corp .....	8,612.50	8,808.50	.....	196.00	.....
100	Columbia Graph .....	6,697.50	6,239.88	457.62	.....	.....
200	Krueger & Toll .....	8,340.00	8,010.00	330.00	.....	.....
	Interest .....	41.45	.....	41.45	.....	.....
Aug						
50	Worth. Pump .....	3,293.75	3,773.00	.....	479.25	.....
100	Columbia Graph. ....	6,697.50	6,427.38	270.12	.....	.....
100	Columbia Gas & Elec. ....	9,312.50	9,371.00	.....	58.50	.....
200	Yellow Truck .....	7,615.00	7,259.20	355.80	.....	.....
	Interest .....	22.31	.....	22.31	.....	.....
		120,478.61	118,008.71	4,869.40	2,399.50	.....
		118,008.71	.....	2,399.50	.....	.....
	Net Loss on Blythe & Co.....	2,469.90	.....	2,469.90	.....	2,469.90

## ITEM #8 (Continued)

## Schedule of Profit &amp; Loss on Sale of Stocks &amp; Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Hutton & Co., Margin a/c					
Jan						
100	Owens Bottle .....	9,210.00	9,301.50	.....	91.50	.....
200	Packard Motors .....	29,510.00	30,189.20	.....	679.20	.....
100	Rio Grande .....	17,810.00	17,867.50	.....	57.50	.....
200	Cast Iron Pipe .....	10,208.00	9,253.40	954.60	.....	.....
500	Gardner Motors .....	8,437.50	9,761.50	.....	1,324.00	.....
100	National Cash Reg.....	10,212.50	11,871.00	.....	1,658.50	.....
200	Packard Motors .....	29,610.00	29,289.20	320.80	.....	.....
100	" .....	14,530.00	14,569.60	.....	39.60	.....
100	" .....	14,342.50	14,569.60	.....	227.10	.....
	Insurance .....	1.00	.....	1.00	.....	.....
100	Packard Motors .....	14,130.00	14,644.60	.....	514.60	.....
100	Radio Corp .....	36,200.00	36,646.00	.....	446.00	.....
	Insurance .....	3.80	.....	3.80	.....	.....
	Interest .....	1,181.58	.....	1,181.58	.....	.....



ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Hutton & Co. Margin a/c					
Feb						
10	Owens Bottle .....	933.63	933.63	.....	933.63	.....
200	Cast Iron Pipe.....	10,208.00	8,703.40	1,504.60	.....	.....
100	Radio Corp .....	36,450.00	38,446.00	.....	1,996.00	.....
100	Canadian Pacific .....	24,635.00	24,936.00	.....	301.00	.....
900	Cast Iron Pipe.....	45,936.00	38,290.30	7,645.70	.....	.....
100	Loews, Inc. ....	7,622.50	7,873.50	.....	251.00	.....
300	" .....	22,717.50	26,097.50	.....	3,380.00	.....
100	Radio Corp. ....	35,850.00	39,146.00	.....	3,296.00	.....
	Forward.....	378,805.88	382,389.43	11,612.08	15,195.63	64,271.63
	Bro't forward.....	378,805.88	382,389.43	11,612.08	15,195.63	[527] 64,271.63
100	Radio Corp .....	39,175.00	39,146.00	29.00	.....	.....
	Interest .....	1,211.03	.....	1,211.03	.....	.....

ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
Hutton & Co., Margin a/c						
Mar						
2000	Alaska Juneau .....	13,687.50	17,742.00	.....	4,054.50	.....
100	Sinclair Oil .....	3,797.50	3,923.50	.....	126.00	.....
100	Hiram Walker .....	8,510.00	8,086.00	424.00	.....	.....
100	Interl. Cement .....	9,472.50	9,673.50	.....	201.00	.....
100	Natl. Dairy Prods.....	13,030.00	13,253.50	.....	223.50	.....
100	Simmons Bed .....	10,075.00	9,886.00	189.00	.....	.....
100	Continental Can .....	6,972.50	7,373.50	.....	401.00	.....
100	Cast Iron Pipe.....	5,104.00	4,876.70	227.30	.....	.....
100	Commercial Solvents .....	25,740.00	26,456.00	.....	716.00	.....
100	Anaconda Copper .....	14,930.00	15,318.00	.....	388.00	.....
100	Natl. Cash Register.....	12,780.00	12,966.00	.....	186.00	.....
100	American Smelting .....	11,175.00	11,346.00	.....	171.00	.....
100	Beth. Steel .....	9,910.00	10,921.00	.....	1,011.00	.....
	Interest .....	1,007.11	.....	1,007.11	.....	.....
Apr						
100	Calif. Packing .....	7,810.00	7,471.00	339.00	.....	.....
1000	Universal Cons. Oil.....	3,667.31	1,879.80	1,787.51	.....	.....
100	Fox Theatre .....	3,722.50	2,776.00	946.50	.....	.....

ITEM #8 (Continued)

Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
Hutton & Co., Margin a/c						
Apr. (Contd)						
100	Mack Truck	10,825.00	9,873.50	951.50		
1000	Sinclair Oil	41,225.00	37,760.00	3,465.00		
1000	Rio Grande	40,725.00	40,885.00		160.00	
500	Patimo Mines	20,112.50	20,146.00		33.50	
500	Radio Corp	48,125.00	48,855.00		730.00	
	Interest	1,419.74		1,419.74		
May						
300	General Motors	24,105.00	24,036.30	68.70		
	Interest	902.21		902.21		
June						
500	General Motors	42,250.00	36,698.00	5,552.00		
300	Atlantic Refg.	20,605.81	21,129.50		523.69	
100	Elec. Investment	15,630.00	16,853.50		1,223.50	
100	Commercial Solv.	35,261.35	36,946.00		1,684.65	
100	General Elec.	28,440.00	29,756.00		1,316.00	
	Transfer Pac. Ind	1.00		1.00		
200	Rites U. S. Steel		879.42		879.42	
	Interest	617.48		617.48		
July						
	Interest	655.17		655.17		
	Forward	911,483.09	909,302.15	31,405.33	29,224.39	64,271.63

[528]

ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Bro't forward.....	911,483.09	909,302.15	31,405.33	29,224.39	64,271.63
	Hutton & Co.—Margin a/c					
Aug						
100	Standard Oil of Cal.....	7,925.00	7,036.00	889.00		
300	Sinclair Oil .....	11,610.00	9,978.00	1,632.00		
500	Chrysler Motors .....	38,000.00	37,117.50	882.50		
600	Baldwin Loco. ....	39,195.00	38,476.00	719.00		
100	Paramount Players .....	6,660.00	7,036.00		376.00	
200	Radio-Keith-O. ....	7,815.00	6,952.00	863.00		
300	Simmons Bed .....	37,915.00	40,248.00		2,333.00	
	Interest .....	194.44		194.44		
Sept						
400	Baldwin Loco .....	26,130.00	25,384.00	746.00		
500	Pan America .....	34,112.50	32,690.00	1,422.50		
200	Loose-Wiles .....	16,537.50	16,610.50		73.00	
	Interest .....	538.04		538.04		

ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
Hutton & Co., Margin a/e						
Oct						
100	Consolidated Gas .....	14,230.00	15,928.50	.....	1,698.50	.....
100	Grt. Northern Ry.....	11,130.00	10,766.00	364.00	.....	.....
100	Radio Corp .....	8,325.00	9,171.00	.....	846.00	.....
100	Westinghouse Elec .....	21,835.00	23,263.00	.....	1,428.00	.....
100	American Can .....	16,330.00	17,894.00	.....	1,564.00	.....
100	U. S. Steel.....	21,510.00	23,161.00	.....	1,651.00	.....
500	Radio-Keith-O. ....	19,162.50	13,880.00	5,282.50	.....	.....
100	Murray Body .....	7,419.00	3,676.00	3,743.00	.....	.....
100	American Can .....	13,980.00	15,269.00	.....	1,289.00	.....
100	Western Elec .....	16,530.00	18,468.00	.....	1,938.00	.....
	Interest .....	1,227.61	.....	1,227.61	.....	.....
Nov						
100	American Can .....	16,830.00	10,569.00	6,261.00	.....	.....
100	" .....	15,680.00	10,669.00	5,011.00	.....	.....
100	" .....	14,130.00	10,369.00	3,761.00	.....	.....
100	Amer Tel & Tel.....	28,640.00	21,061.00	7,579.00	.....	.....

ITEM #8 (Continued)  
Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Hutton & Co.—Margin a/c					
Nov. (Cont.)						
100	Amer. Tel. & Tel.	25,540.00	21,161.00	4,379.00	.....	.....
100	Claude Neon	4,420.00	3,178.00	1,242.00	.....	.....
100	Erie RR	9,287.50	4,488.50	4,799.00	.....	.....
500	Fox Film	36,065.00	29,867.50	6,197.50	.....	.....
500	U. S. Pipe	25,520.00	8,908.50	16,611.50	.....	.....
100	U. S. Steel	25,040.00	17,266.00	7,774.00	.....	.....
100	U. S. Steel	23,235.00	17,466.00	5,769.00	.....	.....
100	U. S. Steel	20,935.00	17,566.00	3,369.00	.....	.....
100	Fox Film	6,372.50	5,973.50	399.00	.....	.....
300	Radio-Keith-O.	5,452.50	5,335.50	117.00	.....	.....
100	Fox Film	6,235.00	6,273.50	.....	38.50	.....
500	“	30,625.00	31,180.00	.....	555.00	.....
	Interest	1,376.94	.....	1,376.94	.....	.....
	Forward	1,585,179.12	1,503,638.65	124,554.86	43,014.39	64,271.63

[529]

ITEM #8 (Continued)  
 Schedule of Profit & Loss on Sale of Stocks & Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Brot. Forward.....	1,585,179.12	1,503,638.65	124,554.86	43,014.39	64,271.63
	Hutton & Co.—Margin					
Dec						
200	Claude Neon .....	8,565.00	6,606.00	1,959.00	.....	.....
200	Commercial Solv .....	7,640.00	5,452.00	2,188.00	.....	.....
2000	Fox Theatres .....	24,350.00	14,432.50	9,917.50	.....	.....
100	General Food .....	7,122.50	4,588.50	2,534.00	.....	.....
100	Loews, Inc. ....	4,220.00	4,076.00	144.00	.....	.....
100	Montgomery Ward .....	12,680.00	4,851.00	7,829.00	.....	.....
300	“ .....	28,380.00	14,515.50	13,864.50	.....	.....
100	“ .....	5,222.50	4,626.00	596.50	.....	.....
180	Murray Body .....	13,356.00	3,322.80	10,033.20	.....	.....
100	N. Y. Central .....	20,235.00	16,991.00	3,244.00	.....	.....
500	Paramount .....	35,837.50	25,367.50	10,470.00	.....	.....
100	“ .....	6,722.50	4,738.50	1,984.00	.....	.....
200	“ .....	8,640.00	9,602.00	.....	962.00	.....
100	“ .....	4,670.00	4,738.50	.....	68.50	.....
500	Radio Corp .....	23,860.00	20,067.50	3,792.50	.....	.....
200	Radio-Keith-O .....	3,635.00	3,482.00	153.00	.....	.....
200	Rossian Ins. ....	12,595.00	7,459.20	5,135.80	.....	.....
200	Skelly Oil .....	7,290.00	6,183.00	1,107.00	.....	.....

## ITEM #8 (Continued)

## Schedule of Profit &amp; Loss on Sale of Stocks &amp; Bonds

Shs	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Hutton & Co.—Margin a/c					
	Dec. (Cont.)					
100	Standard Oil of NJ	5,522.50	6,176.50		654.00	
200	Texas Corp.	13,820.00	10,978.00	2,842.00		
200	U. S. Steel	34,860.00	33,057.00	1,803.00		
200	U. S. Pipe	4,035.00	3,663.40	371.60		
100	United Corp	6,222.50	3,113.50	3,109.00		
100	Western Elec	16,130.00	13,068.00	3,062.00		
200	Fox Film	10,745.00	11,047.00		302.00	
100	Paramount	4,570.00	4,801.00		231.00	
151	Transamerica Rites	18.64		18.64		
	Interest	1,273.64		1,273.64		
		1,917,397.40	1,750,642.55	211,986.74	45,231.89	
		1,750,642.55		45,231.89		
		166,754.85		166,754.85		166,754.85
	Net Loss on Sale of Stocks and Bonds					102,483.22

[530]



## ITEM #5

## Schedule of Interest Received

## Taxable

## Notes and Mortgages

Andreani-Schultz	\$2,434.53	
W. Buckland	69.99	
F. D. Baker	40.52	
Calif. Air Constr.	481.50	
Geo. H. Flebbe	501.72	
”	375.66	
August Fhyn	627.64	
F. S. Hilpert	420.00	
Hutton & Co.	7,177.08	
L. D. Jacoby	11.66	
M. L. Leisen	64.30	
Mrs. B. McGaffey	206.62	
Jeanie Macpherson	53.67	
C. O. Raynsford	234.00	
Royal Dairy Prods	2,258.66	
Salt River Valley Land Co.	412.57	
San Pedro Realty Co.	1,713.00	
F. C. van Deinse	1,050.00	
C. V. Williams	21.00	
A. G. King-Lyne	257.11	
A. G. King	244.06	\$18,655.29

## Bonds—Domestic

American Ins. Union	\$ 300.00
Atlantic Gulf & WI	250.00
Boston & Maine	127.08
Chicago & Milwaukee	275.00
Federal Water Service	95.49
Golden State Milk	300.00
Harrison Bldg.	300.00
Interl. Tel. & Tel.	150.00
Key System Transit	275.00
Missouri Pacific	274.72
No. American Water Wks.	600.00
Pacific Public Service	293.89
Pacific Finance	116.11

## ITEM #5 (Continued)

## Schedule of Interest Received

## Bonds—Domestic

Sinclair Cons. Oil	175.96	
St. Louis & San Francisco	171.87	
Transcontinental Oil	137.22	
	<hr/>	
	\$3,842.34	
Less Seaboard Air Line	38.78	3,803.56
	<hr/>	

## Bonds—Foreign

Republic of Bolivia	\$ 492.00	
"    of Peru	120.67	
Savon Pub. Wks.	350.00	962.67
	<hr/>	

Forward.....\$23,421.52

[531]

Bro't forward..... 23,421.52

## Bank Accounts

Bank of Italy—CC Gen.	405.09	
"    CC Spl.	7,494.43	
"    CC Sav.	359.04	
"    Hollywood	110.54	
Bank of America—NY	83.06	
Valley Bk. of Phoenix	202.28	
Bank of Montreal	29.50	8,683.94
	<hr/>	

## Sundry

Producers International 10.04

Total Taxable interest..... 32,115.50

## Non-Taxable

## Bonds—Federal

U. S. Treasury Cert. 218.37

## Bonds—Municipal

Beverly Hills	250.00	
L. A. Bridge & Viaduct	450.00	
L. A. Elec. Plant	225.00	
Pasadena Water Works	95.00	
State of California Harbor	200.00	
Wash. St. Improvement	516.27	1,736.27
	<hr/>	

Total Non-taxable interest..... 1,954.64

[532]

## ITEM #7

## Schedule of Royalties

## Picture Royalties

## Pathe

Sundry Pictures	44,808.82	
Godless Girl	155,473.40	200,282.22

---

## Cinema

"King of Kings"		62,438.34
-----------------	--	-----------

## Famous Players

Ten Commandments	17,337.01	
Less Macpherson	799.48	16,537.53

---

Total Royalties ..... 279,258.09

## Magazine Rights

Dynamite	500.00	
Less Macpherson	250.00	

---

Total magazine rights..... 250.00

Total Royalties ..... 279,508.09

[533]

## ITEM #9

## Schedule of Dividends Received

American Snuff	1,400.00
Armour Packing Co.	525.00
American Tel. & Tel.	1,062.00
American Smelt. & Ref.	300.00
Anaconda Copper	175.00
Atlantic Refining	150.00
Auburn Motors	10.00
American Can	525.00
Boston Food Prods.	306.25
Bancitaly Corp.	1,188.00
Bank of Italy	1,816.00
Bank of America	365.61
Baltimore & Ohio	501.25
Bethlehem Steel	717.50

## ITEM #9 (Continued)

## Schedule of Dividends Received

Central Investment	1,869.00
Canadian Pacific	750.00
Claude Neon	873.75
Consolidated RR. of Cuba	150.00
Commercial Solvents	400.00
Columbia Phono	29.10
California Packing	100.00
Chesapeake & Ohio	562.50
Chicago-Rock Island	525.00
City Service	5.00
Famous Players	675.00
Fleishman Yeast	125.00
Federal Water Service	10.00
Grand Central Garage	1,000.00
General Motors	2,072.50
General Food Prods.	75.00
Hudson & Manhattan	250.00
Hiram Walker	75.00
Inland Steel	350.00
Lankershim	450.00
Merchants Natl. Bank	125.00
Montgomery Ward	375.00
Murray Body	150.00
Mach Truck	150.00
National Royalties	476.40
National Cash Register	75.00
Nash Motors	300.00
Northern Pacific Ry.	500.00
Norfolk	600.00
Northern Pipe	200.00
National Dairy Prods.	114.37
New York Central	200.00

---

Forward.....22,654.23

ITEM #9 (Continued)

Schedule of Dividends Received

Bro't forward.....	22,654.23	
Owens Bottle	400.00	
Otis Steel	350.00	
Pacific Mutual	400.00	
Packard Motors	675.00	
Pacific Indemnity	525.00	
Pere Marquette	300.00	
Penn Ry.	100.00	
Richfield Oil Co.	456.25	
Rio Grande	103.00	
Standard Oil of Ky.	630.00	
Southern Pacific Ry.	600.00	
So. Calif. Edison Co.	210.00	
Standard Oil of Cal.	312.50	
"    Ind.	593.75	
"    N. Y.	160.00	
"    N. J.	50.00	
Santa Fe Ry.	250.00	
Skelly Oil	400.00	
Sinclair Oil Co.	975.00	
Transamerica	7,268.00	
Texas Corporation	150.00	
Union Pacific RR.	1,000.00	
U. S. Smelting & Ref.	175.00	
U. S. Pipe	250.00	
U. S. Steel Corp.	1,075.00	
U. S. Cast Iron Pipe	500.00	
Van de Kamps	151.88	
Western Elec.	100.00	
Western Pipe	325.00	
		41,139.61
Pacific Finance .....		9.91
		<hr/>
Total.....		41,129.70
		<hr/> <hr/>
Liquidating Dividends		
Los Angeles Speedway	923.41	
Producers International	1,200.00	
		<hr/>
Total.....		2,123.41
		<hr/> <hr/>

*Comm. of Internal Revenue vs.*

## ITEM #14

## Schedule of Real Estate Carrying Charges

## Fernangeles

Taxes	145.22	
Interest	28.25	
Insurance	58.75	
Water	10.31	
Depreciation	312.18	
	Gross expense	554.71
	Rentals	62.50

Net carrying charge..... 492.21

## Hollywood Blvd.

Taxes	624.70	
Interest	89.00	
Insurance	45.00	
Light	16.82	
Water	9.36	
Commission	1,053.00	
Depreciation	106.97	
	Gross expense	1,944.85
	Rentals	739.00

Net carrying charge..... 1,205.85

## Ivar Ave.

Taxes	322.29	
Interest	600.00	

Net carrying charge..... 922.29

## ITEM #14 (Continued)

## Schedule of Real Estate Carrying Charges

## Laughlin Park

Taxes	5,562.63
Interest	2,450.00
Insurance	91.00
Light	20.00
Water	684.87
Repairs	1,330.74
Ant control	667.25
Fertilizer	417.10
Depreciation	5,302.87
Sundry Expense	44.28

## Gardening &amp; Watchman

L. J. Hansen	2,310.00
F. R. Richards	1,682.50
Geo. Folsey	927.50
T. M. Fitchard	830.71
A. F. Kroeke	465.00
Henry Loose	190.00
Joe Lavin	20.00
Extra help	10.00

---

6,435.71

Watchman refund	582.00	5,853.71
-----------------	--------	----------

---

21,824.45Rentals 

---

6,600.00

Net carrying charge ..... 15,224.45

Forward..... 17,844.80

---

[536]

## ITEM #14 (Continued)

## Schedule of Real Estate Carrying Charges

Bro't forward .....		17,844.80
Royal Palms		
Taxes	804.08	
Interest	5,811.80	
Insurance	659.57	
Light	138.32	
Water	200.00	
Gas	317.36	
Repairs	524.61	
Cleaning	40.00	
Janitor—Hendrickson	1,200.00	
“    supplies	43.45	
Power	110.53	
Lawn	27.00	
Depreciation	2,098.10	
	<hr/>	
		11,974.82
Rentals		
Campbell	680.00	
Hendrickson	180.00	
Loeffler	435.00	
Finen	1,000.00	
Berg	1,080.00	
Butcher	1,375.00	
Payne	1,120.00	
Taylor	630.00	
Gowling	270.00	
Berliner	293.20	
Little	308.75	
Massie	300.00	
Stevenson	225.00	
Hammond	180.00	
Hammond	125.00	
Commission	1.50½	8,203.45
	<hr/>	
Net carrying charge.....		3,771.37



ITEM #14 (Continued)

Schedule of Real Estate Carrying Charges

No. Side Sunset		
Taxes	856.11	
Interest	1,123.89	
Light	24.44	
Clearing lot	21.25	
Sundry	.02	
	<hr/>	
	2,025.71	
Rentals		
Foster & Kleiser	44.60	
Peterson	385.00	429.60
	<hr/>	<hr/>
Net carrying charge.....		1,596.11
	Forward.....	23,212.28
		[537]
Bro't forward.....	23,212.28	
So. Side Sunset		
Taxes	133.59	
Interest	23.44	
Lighting	1.68	
Recording	.31	
	<hr/>	
	159.02	
Rentals		
Foster & Kleiser	5.62	
Net carrying charge		153.40
Ventura Blvd.		
Taxes		170.86
Veteran Ave.		
Taxes	135.85	
Insurance	19.50	
Repairs	34.90	
Depreciation	148.46	
	<hr/>	
	338.71	
Rentals		
Reiker	266.25	
Net carrying charge		72.46

## ITEM #14 (Continued)

## Schedule of Real Estate Carrying Charges

Observatory Ave.		
Taxes	402.13	
Insurance	128.00	
Depreciation	742.20	
	<hr/>	
	1,272.33	
Rentals		
Faye	750.00	
	<hr/>	
Net carrying charge	522.33	
	<hr/>	
		24,131.33
Highland Ave.		
Taxes	924.85	
Insurance	427.00	
Light	21.91	
Depreciation	2,269.75	
	<hr/>	
	3,643.51	
Rentals		
Hollywood Corp.	5,353.33	
	<hr/>	
Net credit against carrying charge	1,709.82	
Kingsley Drive		
Repairs	5.00	
Depreciation	674.52	
	<hr/>	
	679.52	
Rentals		
Henderson	2,100.00	
	<hr/>	
Net credit against carrying charge	1,420.48	
	<hr/>	
Forward.....	3,130.30	24,131.33
		[538]

## ITEM #14 (Continued)

## Schedule of Real Estate Carrying Charges

Bro't forward	3,130.30	24,131.33
Vine St.—1628		
Repairs	53.71	
Commission	38.88	
Recording	2.22	
Sundry	2.22	
	<hr/>	
	97.03	
Rentals		
Parking space	1,711.05	
	<hr/>	
Net credit against carrying charges	1,614.02	
	<hr/>	
Total credit against carrying charges	4,744.32	
	<hr/>	
Total carrying charge on City real estate		19,387.01
RANCH		
Taxes		
Cereghino	8.66	
Olmstead	28.99	
Hunter	246.02	
Wyatt	118.42	
Wyckoff	23.04	
Zens	159.86	584.99
	<hr/>	
Interest		
Hunter	2,228.88	
Olmstead	840.00	
Wyatt	90.00	
Zens	700.00	3,858.88
	<hr/>	
Insurance		213.22
Repairs		193.67
Auto & Truck Expense		155.16
Material		212.20
Light & Power		277.61
Tel & Tel		31.65

## ITEM #14 (Continued)

## Schedule of Real Estate Carrying Charges

Veterinary		15.50	
Petaluma Laboratory		31.10	
Spraying		232.80	
Pruning		231.25	
Feed & Seed & Stock		369.64	
Feed—Pheasantry		1,341.74	
Depreciation		4,069.84	
Water report		150.00	
Sundry expense		508.85	
Labor			
A. E. Floyd	1,500.00		
Geo. van Aken	2,400.00		
Joe Santana	400.00		
W. Huling	312.00		
V. Huling	20.00		
John Ross	100.00		
F. D. Baker	101.80		
C. L. Jones	51.34		
Sundry labor	24.06	4,909.20	
		<hr/>	<hr/>
Sales		17,387.30	
Oranges	620.26		
Lemons	974.58		
Pheasants	957.79		
Increase in Inventory	1,890.00	4,442.63	
		<hr/>	<hr/>
Total carrying charge of ranch.....			12,944.67
Total real estate carrying charge.....			<u>32,331.68</u>

[539]

## ITEM #15

## Schedule of Interest Paid (Other than on Real Estate)

Bank Loans			
Bancitaly			
91 shs Bank of America	691.52		
173 " Bank of Italy	182.26	873.78	
		<hr/>	
Bank of Italy		701.91	
5000 Rio Grande		9,821.06	
5000 Fox Theatre		<u>10,522.97</u>	

## ITEM #15 (Continued)

## Schedule of Interest Paid (Other than on Real Estate)

## Insurance Loans

## Guardian Life

#308117	319.75	
308118	319.75	639.50

## New York Life

#607046	357.00	
607047	357.00	714.00

## Personal Loans

Cecil B. deMille	2,213.30	
Jas. V. Murray	2.85	2,216.15

Total Interest Paid ..... 14,966.40

Note: See Real Estate carrying charge for interest on mortgages.

## ITEM #16

## Schedule of General Taxes

## State

Gasoline	108.28	
Auto License	3.00	
Income Tax	25.00	136.28

## Federal

Clubs	42.15	
Stamps	1.00	43.15

## City &amp; County

Yacht	388.00	
Veteran Ave.	11.98	
Margin a/c	494.65	
Stock	1,796.91	
Personal Property	1,053.72	3,745.26

Total Taxes ..... 3,924.69

[540]

## ITEM #20

## Schedule of Depreciation

	Cost	Probable Life	Rate of Depreciation	Previously Written Off	Written Off This Year
Real Est. Improvements					
Fernangeles	6,243.57	20 year	5%	1,404.81	312.18
Hollywood Blvd.	21,394.08	33 "	3% for 2 mo.	—	106.97
Highland Ave.	45,395.05	20 "	5%	7,806.72	2,269.75
Kingsley Drive	25,305.83	20 "	5% for 6 mo.	—	674.52
Laughlin Park	106,057.43	20 "	5%	28,598.77	5,302.87
Observatory Ave.	14,844.03	20 "	5%	2,164.75	742.20
Royal Palms	59,945.86	30 "	3½%	1,923.26	2,098.10
Veteran Ave.	2,969.20	20 "	5%	74.23	148.46
Hunter Ranch	806.40	5 "	20%	241.92	161.28
Wyatt Ranch	6,032.97	5 "	20% for 9 mo.	34.66	881.21
Wyckoff " Pheasantry	4,782.10	None	Written off	1,239.29	3,027.35
Total					15,724.89

Note: See Real Est. Carrying Charge for deduction:

ITEM #20 (Continued)  
Schedule of Depreciation

	Cost	Probable Life	Rate of Depreciation	Previously Written Off	Written Off This Year
Fancy Horse					
Bourbon Duchess	4,300.00	4 year	22%	3,225.00	950.00
Note: See Publicity for deduction:					
Furniture & Fixtures					
Office	14,276.22	10 year	10%	3,565.65	1,427.62
Bungalow	8,159.26	10 "	10%	—	815.93
Dining Room	184.23	10 "	10%	46.22	18.42
Ranch House	529.65	10 "	10%	102.58	52.96
			Total		2,314.93
—ense a/c Contract					
Bungalow Office	3,531.48	3 "	33 $\frac{1}{3}$ %	—	1,177.16
Automobiles					
Franklin	1,200.00	sold	—	600.00	187.50
Buick	1,593.65	5 year	20%	—	106.24
Lincoln	5,093.24	5 "	20%	955.00	1,018.65
			Total		1,312.39

ITEM #20 (Continued)  
Schedule of Depreciation

	Cost	Probable Life	Rate of Deprecia- tion	Previously Written Off	Written Off This Year
Equipment					
Laughlin Park—tools	225.00	5 "	20%	22.50	45.00
Ranch Implements	4,335.89	5 "	20%	1,820.87	867.18
					<u>912.18</u>
Yacht					
Seaward	56,074.34	—	—	43,282.54	—
Furn & Fix	3,459.67	10 year	10%	—	345.97
Livestock					
Draft Horses	145.00	10 year	10%	41.50	14.50
				Total depreciation taken as Item #20.....	<u>6,077.13</u>

[541]



## ITEM 22 (a)

## Schedule of Salaries Paid (Other than officers)

Neil S. McCarthy	\$10,400.00	
R. A. Treacy	3,160.00	
Ray Snider	2,940.00	
Clara L. Tell	1,600.00	
Nancy Adams	920.00	
F. M. Pennyfeather	280.00	
E. Jones	380.00	
Irene Fogalquist	220.00	
F. Cole	35.00	
Total of salaries		<u>\$19,935.00</u>

## ITEM #22 (b)

## Schedule of Dues &amp; Subscriptions

Chamber of Commerce		
Hollywood	252.00	
State of California	100.00	352.00
Managers Business Clubs		
Midwick	262.00	
Hollywood Athletic	113.00	375.00
Automobile Club		
Southern Calif.		13.00
Moving Picture Assn.		
Assn. of M. P. Prod.	2,750.00	
Studio Carpenters	5.00	2,755.00
Periodicals		
"Close Up"	3.66	
Film Daily	10.00	
Herald World	3.00	
Hollywood Magazine	3.00	
Los Angeles Times	10.80	
National Geographic	7.00	
New York Times	7.00	
Mo. Picture Review	2.00	
"Script"	20.00	
"Sportsman"	6.00	
The Film Spectator	5.00	
Worlds Work	6.00	83.46
Total Dues & Subscriptions.....		<u>3,578.46</u>

## ITEM #22 (c)

## Schedule of Automobile Expense

Gas & Oil	824.85	
Tires	79.30	
Insurance	390.57	
Repairs	724.11	
A. G. King's car	137.97	
Garage rent	111.50	
Auto Hire	24.50	
Chauffeur's expense	83.91	
Sundry expense	10.29	
Total.....		<u>2,387.00</u>

## ITEM #22 (d)

## Schedule of Picture Expense

Projecting	207.00	
Rina de Liguora	1,700.00	
W. Buckland	1,900.00	
Special Gordes	15.85	
Developing & Printing	94.73	
Tickets for Previewing	786.22	
Photos	100.00	
Research	546.00	
Story Prizes	1,000.00	
First Aid Medicine	25.37	
Repairs to Camera	2.00	
Film Rental	10.00	
		<u>6,387.17</u>

[543]

## ITEM #22 (d)

## Schedule of Publicity Expense

Advertising		780.00	
Fancy Horse			
Care & feed	1,320.10		
Horse Show	728.49		
Veterinary	3.50		
Depreciation	9.50		
		<u>3,002.09</u>	
Total Publicity Expense.....			<u>3,782.09</u>

## ITEM #22 (e)

## Schedule of Yacht Expense

Insurance	1,980.63
Food	3,889.32
Repairs	3,346.80
Laundry	401.25
Fuel	393.30
Utensils	92.23
Music	103.19
Yacht Club	415.46
Moving	30.00
Uniforms	535.00
Sundry Expense	5.40

## Labor

Ed McNeary	3,562.50
J. M. Shiffer	3,290.00
Bob McNeary	368.00
Thos. M. Bachi	1,330.00
Jules Berry	1,175.00
Henry Fishman	700.00
Ed Bogelund	245.33
Gurtof Swenson	138.66
K. Jessen	216.00
Lyle Crandall	560.66
Thos. M. Sharpe	272.67
Wm. Ericksen	240.00
John Cummins	5.33
Harold Peterson	20.00
Sundry Labor	5.33

12,129.48

Total Yacht expense.....23,322.06

[544]

## ITEM #22 (f)

## Schedule of Office Expense

Auditing		1,860.00
Financial Service		
Barron's Weekly	10.00	
Brookmires	125.00	
Moody's	155.00	
Wall Street Journal	18.00	308.00
		<hr/>
Flowers		414.49
Bonds—Surety		670.20
Telegraph & Telephone		1,896.51
Stationery		603.10
Postage		210.00
Legal Fees		329.39
Oil Experting		125.00
Messenger Service		174.59
Insurance		104.77
Stenographic Service		18.00
Repairs		45.15
Laundry Service		92.81
Storage		15.00
Trade Mark		60.00
Cigars		46.00
Fuel		79.00
Rent—Typewriter		29.50
" Safety box		75.00
Recording Fees		2.70
Water		8.25
Sundry expenses		141.38
		<hr/>
Total Office Expense.....		7,308.84

## ITEM #22 (f)

## Schedule of Kitchen Expense

Chef	2,415.00	
Extra help	2.50	
Laundry	140.93	
Supplies	168.59	
Food	374.58	
Flowers	136.40	
	<hr/>	
Total		3,238.00
Less $\frac{1}{4}$ as personal expense		809.50
		<hr/>
Business entertainment .....		2,428.50
		<hr/> <hr/>
		[545]

## RESPONDENT'S EXHIBIT "I".

Regular meeting of the Board of Directors of Cecil B. de Mille Productions, Inc., held at #4 Laughlin Park, Hollywood, California, on Monday, October 3rd, 1927.

Present:

Mr. Cecil B. de Mille  
 Mrs. Constance A. de Mille  
 Mrs. Ella King Adams  
 Miss Gladys Rosson  
 Mr. A. G. King

The Minutes of the last meeting were read and approved.

The President explained that the necessary action had been taken at the last meeting of the Board for increasing the capital stock of Cecil B. de Mille Productions, Inc. Upon motion duly made, seconded and unanimously carried, it was:

**RESOLVED:**

THAT WHEREAS the Corporation has accumulated a surplus of real and personal property of more than Eight Hundred Thousand (\$800,000.00) in excess of Four Hundred Thousand Dollars (\$400,000.00), the par value of the Four Thousand (4000) shares of the issued Capital Stock of the Corporation.

AND WHEREAS the Capital Stock of this Corporation was on the 8th day of October, 1927, increased from Five Hundred Thousand Dollars (\$500,000.00), divided into Five Thousand (5000) shares of the par value of One Hundred Dollars (\$100.00) each, to One Million Five Hundred Thousand Dollars (\$1,500,000.00) divided into Fifteen Thousand (15,000) shares of the par value of One Hundred Dollars (\$100.00) each, all of said stock being Common Stock, and there remains unissued in the Treasury of this Corporation, Capital Stock in the sum of One Million One Hundred Thousand Dollars (\$1,100,000.00);

NOW, THEREFORE, be it resolved that a dividend, payable in stock in the sum of Eight Hundred Thousand Dollars (\$800,000.00) be, and the same is hereby declared as of the 15th day of October, 1927, to be distributed among the present Stockholders of said Corporation, according to their respective holdings of issued stock. Said distribution to be made when the issuance of said stock as a dividend is ap-

proved by the Corporation Commissioner of the State of California.

IT IS FURTHER RESOLVED that upon approval of the said Corporation Commissioner, that the President and Secretary of this Corporation be, and they are hereby authorized and directed to issue the said stock in accordance with this Resolution. [546]

IT IS FURTHER RESOLVED that this Corporation file with Corporation Commissioner of the State of California, an Application for a permit to issue said stock and the President and Secretary of this Corporation are hereby authorized to execute and file with the Corporation Commissioner of the State of California, on behalf of this Corporation, the necessary Application, and do all other things necessary or required to secure a Permit for the issuance of such stock.

The President explained that it would be a good plan to place the stock on a regular 6% dividend basis, the dividends being payable quarterly, January 1st, April 1st, July 1st and October 1st.

Upon motion duly made, seconded and unanimously carried, it was:

**RESOLVED:**

That a dividend of 11½% be declared and made payable as soon as Permit is received from the Corporation Commissioner for issuance of a stock dividend. Said dividend to be

payable on all stock outstanding after issuance of said stock dividend.

Upon motion duly made, seconded and un-  
animously carried, it was:

**RESOLVED:**

That a dividend of 5% upon the present out-  
standing capital stock be made payable January  
5, 1928 to stockholders of record as of Decem-  
ber 31, 1927.

Upon motion duly made, seconded and un-  
animously carried, it was:

**RESOLVED:**

That Cecil B. de Mille, President, and A. G.  
King, Secretary, are hereby empowered and  
authorized to endorse all stock and other docu-  
ments for Cecil B. de Mille Productions, Inc.

The Secretary explained that the California Air  
Construction Co. secured a contract for the construc-  
tion of a dam in Grass Valley and recommended  
that DeMille Productions provide credit of \$50,-  
000.00 to be used by the California Air Construction  
Co. for this job and other work which the Company  
expected to secure.

Upon motion duly made, seconded and un-  
animously carried, it was:

**RESOLVED:**

That Cecil B. de Mille, President, and A. G.  
King, Secretary, be and they are hereby auth-  
orized to guarantee credit at the Bank of Italy



for the California Air Construction Co. up to, but not to exceed, the sum of Fifty Thousand Dollars (\$50,000.00).

The President explained that during the month of August, an opportunity had been presented, through F. A. Reid of Phoenix, Ariz., to purchase approximately 3200 acres of agricultural land in the Salt River Valley, located [547] in Roosevelt Irrigation District No. 1, at an approximate price of Thirty-five Dollars (\$35.00) per acre. That this land would come under irrigation during thhe spring of 1928 and that he recommended this as a good investment for the Company.

Upon motion duly made, seconded and unan-  
imously carried, it was:

**RESOLVED:**

That Cecil B. de Mille, President, and A. G. King, Secretary, be and they are hereby authorized to purchase a one-half interest in the approximate 3200 acres in Roosevelt Irrigation District No. 1, Maricopa County, Arizona, at an approximate price of Thirty-five Dollars (\$35.00) per acre.

There being no further business, the meeting ad-  
journed.

ELLA KING ADAMS,  
GLADYS ROSSON  
CECIL B. de MILLE  
A. G. KING

[Endorsed]: U. S. Board of Tax Appeals. Dec.  
15, 1933.



IF RETURN IS FOR  
CALENDAR YEAR 1939  
FILE IT WITH THE  
COLLECTOR OF INTERNAL  
REVENUE FOR YOUR  
DISTRICT ON OR BEFORE  
MARCH 15, 1941

IF FOR A PERIOD OTHER  
THAN A CALENDAR  
YEAR THE RETURN  
SHOULD BE FILED ON OR  
BEFORE THE 15TH DAY  
OF THE THIRD MONTH  
FOLLOWING THE CLOSE  
OF SUCH PERIOD

INDIVIDUAL INCOME TAX RETURN

FOR NET INCOME OF MORE THAN \$1,000 OR SEPARATE EARNERS OF \$1,000 AND WIFE OF COMPLETELY DEPENDENT EXCESSING \$500  
FOR CALENDAR YEAR 1939  
DEC 16 1939

Or for period begun 1/19 and ended 1/19  
If the taxpayer is a resident of the United States, this return is to be filed with the collector of internal revenue for the district in which the taxpayer resides or in which the taxpayer has a regular or principal place of business, or, if there is no such district, with the collector for the district in which the taxpayer has a principal or substantial real property interest.

Cecil B. de Mille,  
1520 Vine St.,  
Hollywood, Los Angeles, Cal.)

CASH  
CHECK  
M.O.  
CERT.  
of IND.

EXHIBIT

ALLIANCE

119

ALLIANCE

119

ALLIANCE

119

ALLIANCE

119

ALLIANCE

119

ALLIANCE

119

ALLIANCE

119

I certify (or affirm) that this return, including the accompanying schedules and statements (if any), has been examined by me, and, to the best of my knowledge and belief, is a true and complete return made in good faith, for the taxable period as stated, pursuant to the Revenue Act of 1918 and the regulations issued under authority thereof.

Sworn to and subscribed before me this  
4th day of March, 1941.  
NOTARY PUBLIC  
AND FOR THE COURTESY REGISTER, BY J. C. Murphy  
1520 Vine St., Hollywood, Cal.

- Are you a citizen of the United States? Yes
- If not, are you a resident of the United States? No
- Did you file a return for 1939? Yes
- Did you receive any adjustments during the taxable period through the operation of a claim based on other Federal law?
- If not, were you on the last day of your taxable period dependent on or claimed by your blood, legal, or adopted father, mother, husband, or wife, or by your wife (or husband)? Yes
- Was a separate return filed for you by blood, legal, or adopted father, mother, husband, or wife, or by your wife (or husband)? Yes
- Write "X" if you kept no books, or books on a cash basis, or if you kept books on an accrual basis. X
- Were there all deductions allowable for the taxable period on the following sources:
  - Federal
  - State
  - Local
  - Foreign

The Victory Loan 8 1/2% bonds are convertible into U.S. Bonds and are eligible for U.S. registration.

1. Name and address of partners, joint venturers, or trustees, with NAME and ADDRESS of TRUSTEES on this return.

Cecil B. de Mille Productions  
1520 Vine St., Hollywood, Cal.  
1941-2

by you during the taxable period, including interest received through partnerships, personal service corporations, and fiduciaries. (See page 2 of instructions, Schedule I.)

OPERATIONS	First Liberty Loan 4 1/2% Bonds or 4 1/2% Victory Bonds	Second Liberty Loan 4 1/2% Bonds or 4 1/2% Victory Bonds	Third Liberty Loan 4 1/2% Bonds or 4 1/2% Victory Bonds	Fourth Liberty Loan 4 1/2% Bonds or 4 1/2% Victory Bonds	Victory Liberty Loan 4 1/2% Bonds or 4 1/2% Victory Bonds	Other	WAS PAYABLE OR RECEIVED BY THE TAXPAYER
(a) Amount of interest.	\$ 4,200.00	\$ 2,100.00	\$ 2,100.00	\$ 2,100.00	\$ 2,100.00	\$ 2,100.00	
(b) Average principal.	15,000.00	7,500.00	7,500.00	7,500.00	7,500.00	7,500.00	
(c) \$5,000.	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX
(d) 20,000.	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX
(e) 5,000.	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX
(f) 30,000.	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX
(g) 5,000.	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX
(h) Principal in excess or commissions.							
(i) Taxable interest.							

(j) Total taxable interest on all obligations as computed above on line (i) (enter on Item 19 below, and as Schedule I, page 2).

State the amount of the Victory Liberty Loan 8 1/2% and 4 1/2% Notes originally subscribed for and still owned at the date of filing this return.

State the amount of the Fourth Liberty Loan 4 1/2% Bonds originally subscribed for and still owned at the date of filing this return.

COMPUTATION OF TAX.

17. Net income on which tax is to be computed (from Schedule N)	\$ 14,442.57	
18. Less: Dividends (from Schedule H)	\$ 3,038.61	
19. Taxable interest on Victory Bonds, etc. (from Item 16 (i) above)		
20. Personal exemption.		
21. Total of items 18, 19, and 20.	\$ 8,505.61	
22. Balance subject to normal tax (Item 17 minus Item 21)	\$ 7,637.46	
23. Amount subject to normal tax at 4% (not over \$4,000).	\$ 4,000.00	
24. Balance subject to normal tax at 8% (Item 22 minus Item 23)	\$ 3,637.46	
25. Normal tax at 4% on amount of Item 23	\$ 160.00	
26. Normal tax at 8% on amount of Item 24	\$ 271.09	
27. Surtax on Item 17 (see surtax table, page 1 of Form 1040)	\$ 1,677.44	
28. Total Tax	\$ 6,108.53	
29. Less: Tax paid at source		
30. Balance of tax due (Item 28 minus Item 29)		
31. Balance of tax due (Item 28 minus Item 29 and 30)	\$ 618.53	
32. Amount of tax paid on submission of return	\$ 154.93	

PREPARATION OF RETURN.

Did you employ any specialty to prepare or advise in the preparation of this return? (Answer "Yes" or "No.") No. If no, give name and address and state the extent to which you received such assistance or advice.

AMENDED RETURNS.

An amended return must be plainly marked "Amended" across the face of the return.

CHECKS AND DRAFTS.

Checks and drafts will be accepted only if payable at par at your Collector's office.



Page 2 of Return

INDIVIDUAL RETURN OF TAXABLE INCOME

SCHEDULE A.—INCOME FROM BUSINESS OR PROFESSION.

[Not filled out]

SCHEDULE B.—INCOME FROM SALARIES, WAGES, COMMISSIONS, BONUSES, DIRECTOR'S FEES, AND PENSIONS.

1. By Whom Received. (Give name.)	2. Occupation.	3. Name and Address of Employer.	4. Amount Received.	5. Expenses (Explain Below).
Myself	Director	Famous Players Lasky Corp.	\$33,000.00	\$16,451.09
	'	Cecil B. deMille Productions.	28,500.00	
Net Income from Salaries, etc. (total of column 4 minus total of column 5)				
			\$61,500.00	\$16,451.09
				\$45,048.91

SCHEDULE C.—INCOME FROM PARTNERSHIPS, PERSONAL SERVICE CORPORATIONS, AND FIDUCIARIES (From Item 15 (a column 6, page 1).....\$23,117.10



SCHEDULE E.—INCOME FROM RENTS AND ROYALTIES.

1. Kind of Property.	2. Name and Address of Tenant, Lessee, etc.	3. Amount Received.	4. Repairs, Wear and Tear, Obsolescence, Depletion and Property Losses.	5. Interest.	6. Taxes.	7. Other Expenses (Explain Below).
Dwelling	S. Field, 1723 N. Wilton Place.....	\$1,900.00	\$ 779.91	\$	.....	\$358.87
“	H. C. Higgin, 1542 Morningside Court.....	495.00	260.00	88.93	187.61	
Net Income from Rents and Royalties (total of column 3 minus total of columns 4, 5, 6, and 7).....		\$2,500.66	\$1,039.91	\$88.93	\$ 546.48	\$ 825.34

SCHEDULE F.—INTEREST ON CORPORATION BONDS CONTAINING TAX-FREE COV-  
NANT, ON WHICH A TAX OF 2% WAS PAID AT SOURCE.

[Not filled out]

SCHEDULE G.—OTHER INCOME (not including dividends, or interest on obligations of the United States).

	Amount Received.
1. Interest on bonds, mortgages, and other obligations of domestic and resident corporations except as reported in Schedule F.....	\$ .....
2. Interest on bonds of foreign countries and corporations, and dividends on stock of foreign corporations which are not taxable by the United States on their net incomes.....	5,177.66
3. Interest on bank deposits, mortgages, etc.....	.....
4. Amount paid for you at source on tax-free covenant bonds .....	.....
5. ....	.....
Total.....	\$ 5,177.66

SCHEDULE H.—DIVIDENDS.

Received (a) directly, \$8,803.61; (b) through partnerships, personal service corporations, and fiduciaries (Item 15(a), column 4), \$..... Total.....

\$ 8,803.61

SCHEDULE I.—TAXABLE INTEREST ON LIBERTY BONDS, OTHER OBLIGATIONS OF THE UNITED STATES, AND WAR FINANCE CORPORATION BONDS (from Item 16(1),

page 1) .....

\$ 302.29



SCHEDULE J.—TOTAL NET INCOME FROM ABOVE SOURCES (Total net income less total deficits shown in above Schedules).....\$33,747.15

SCHEDULE K.—DEDUCTIONS (except those included as above and contributions).

- 1. Interest paid .....\$12,609.57
- 2. Taxes paid ..... 4,498.01
- 3. Losses by fire, storm, etc. (explain in table below).....
- 4. Bad debts (explain in space at foot of page).....
- 5. Amounts paid to beneficiaries, etc.....

Total.....\$17,107.58

SCHEDULE L.—NET INCOME (without deducting contributions) (J minus K).....\$16,639.57

SCHEDULE M.—CONTRIBUTIONS (List below names and amounts paid to each corporation).....\$ 196.00

SCHEDULE N.—NET INCOME UPON WHICH TAX IS TO BE COMPUTED (L minus M)  
(Enter as Item 17, page 1).....\$16,443.57

ENTER IN THIS TABLE DETAILS CONCERNING REPAIRS, WEAR AND TEAR, PROPERTY LOSSES, ETC., CLAIMED AS DEDUCTIONS IN SCHEDULES A, E, AND K ABOVE.

[Not filled out]

[549]

## Comm. of Internal Revenue vs.

Bought		Name	Sold		Cost	Received	Loss
Date	No. Shares		Date	No. Shares			
7-10-19	50	Am. Steel Foundries	3- 6-20	50	\$ 4,934.72	\$ 4,615.75	\$ 318.97
8- 4-19	20	Wilson Co.			2,016.50		
9-28-16	15	" "	7- 2-20	35	1,500.00	3,071.42	445.08
6-11-19	50	Cuba Cane	3-26-20	50	4,237.50	4,090.75	146.75
7- 8-19	50	Pac. Gas & Elec. Corp.	6-10-20	50	4,494.17	4,050.00	444.17
3- 3-19	30	Holt Mfg. Co.	2- 5-20	30	3,082.50	2,977.50	105.00
7-24-17	50	Sp. Cal. Edison	2- 6-20	50	4,765.00	4,330.25	434.75
7- 7-16	20	A. T. & S. F. Common	7- 6-20	20	2,121.29	1,591.70	529.59
—11-19	50	" " Pfrd	2-19-20	50	4,393.75	3,884.25	509.50
—27-16	15	Daniels & Fisher	2-17-20	15	1,500.00	1,490.00	10.00
6-19-19	40	Globe Grain & Milling	2-10-20	40	4,016.33	4,047.96	31.63
12- 3-19	500	Goldwyn Pictures Corp.	1-26-20	500	14,032.67	14,962.95	930.28

Bought		Name	Sold		Cost	Received	Loss
Date	No. Shares		Date	No. Shares			
9-14-19	2	China Mail S. S. Corp.	7-23-20	2	2,040.00	2,028.56	12.14
"	3	Sutter Basin Bonds	5-26-20	3	3,060.08	3,000.00	60.08
7-30-19	6	Montana Power Co.	7-12-20	6	2,802.29	2,344.58	457.71
6- 9-19	3	Nevada Calif. Elec.	6-10-20	3	2,931.00	2,310.00	621.00
8-30-18	1	Montana Power Co.	6-17-20	1	500.00	399.72	100.28
5- 6-19	1	City of Rio Janeiro	6-17-20	1	977.70	897.50	80.20
— 9-19	3	Pac. Gas & Elec. Co.	9- 1-20	3	2,685.00	2,249.17	435.83
6-18-17	2	San Joaquin Light & Pow.	9- 1-20	2	1,876.00	1,720.00	156.00
12- 1-16	6	So. Pac. R. R.	7- 8-20	6	3,210.00	2,876.67	333.33
7- 2-19	1	A. E. Staley Mfg. Co.	6- 1-20	1	1,005.83	1,000.00	5.83
7- 2-19	2	Pac. Light & Power	6- 2-20	2	1,893.61	1,647.22	246.39
7- 2-19	2	So. Cal. Edison Co.	8- 3-20	2	2,089.90	1,917.00	172.90
6-10-19	3	L. A. Pac. R. R. of Cal.	6-10-20	3	2,216.33	1,871.67	344.58
					\$78,382.17	\$73,374.62	\$ 5,007.55

[550]

E. F. Hutton Co. Brokers, Los Angeles, Cal.  
Famous Players Lasky Corp.

Bought		Sold		Cost	Received	Loss
Date	No. Shares	Date	No. Shares			
11-20-19	200			\$ 18,245.00		
11-26-19	100			8,922.50		
11-28-19	100			8,722.50		
12- 3-19	100			9,022.50		
12-12-19	100			8,322.50		
		1-5-20	100		\$ 8,873.50	
		1-6-20	100		9,298.50	
		1-6-20	200		18,747.00	
1-15-20	200			17,445.00		
"	100			8,522.50		
"	100			8,622.50		
"	100			8,922.50		
1-20-20	100			8,272.50		
"	100			8,322.50		
"	100			8,222.50		
"	100			8,422.50		
1-21-20	100			7,922.50		
"	100			7,822.50		
2- 6-20		2-6-20	1300		95,343.00	



Bought		Sold		Received	Loss
Date	No. Shares	Date	No. Shares		
Famous Players Lasky Corp.					
277 shares Prefd. stock cost					
Sold	2-17-20	77 shares			
			\$ 6,626.55		
"	3- 4-20	100 "	8,720.90		
"	11-22-20	100 "	7,171.40		
					26,315.00
			\$22,518.85		
Adolph Zukor Pool in 8% preferred stock of Famous Players Lasky Corp.					
			\$14,051.06		
			4,327.37		
					9,723.69
					\$ 33,689.26
					[551]

1723 N. Wilton Place.

Repairs	35.22	
Painting	203.00	
—er	22.07	
Electricity	7.98	
Gas	1.79	
Phone	6.25	
Care of Lawn	82.50	
	<hr/>	
Total Expense		Col. 7 358.81
Depreciation on Property		
Cost \$20,302.71 2%	406.05	
Depreciation on Furnishings		
Cost 7477.73 5%	373.86	
	<hr/>	
Total Depreciation		Col. 4 779.91

1542 Morningside Court

Depreciation on Property		
Cost 6500.00 4%		260.00 260.00
Expenses		
Insurance		106.00
Water		22.68
Repairs		58.93 187.61
		<hr/>

[552]

## BUSINESS EXPENSE.

Trip to New York on new Contract	266.95
Salary of Chauffeur—Business car	1,735.00
Repairs on Auto, tires and supplies	138.41
Insurance on Auto	197.70
Depreciation on Auto—Cost \$5900.00, bot. 1917— Dep. 20%	1,180.00
Advertising	135.00
Salary of Mrs. Ella King Adams, Reader	3,300.00
“ “ Julia Faye “	2,000.00
“ “ Ruth Wightman “	455.00
Price Waterhouse Co.—Audit	725.00
E. D. Moore—Legal Services	875.79
Telegrams	175.62
Telephone—Long distance calls	4.05
Insurance on Office Furniture	173.00
Depreciation on “ “ 10%	3,899.80
Office Supplies—Books	36.20
Moody's Investors Service	150.00
Babson's Statistical Reports	50.00
English Translation of Dramas of various Countries	60.00
Trade Review 1 yr. Subscription	2.00
Miscellaneous expense	891.57
	<hr/>
	16,451.09
	[553]



# INDIVIDUAL INCOME TAX RETURN

FOR NET INCOME OF MORE THAN \$1,000, OR SEPARATE RETURNS OF HUSBAND AND WIFE IF COMBINED NET INCOME EXCEEDS \$1,000  
FOR CALENDAR YEAR 1921  
336 1st on tax 9/15/21  
1-4-28  
OF for period begun 1920, and ended 1921

PRINT NAME AND ADDRESS PLAINLY BELOW  
GEO. B. DE MILLE  
1520 NORTH WINE ST. ST. LOUIS, MO.  
LOS ANGELES, CALIFORNIA  
RECEIVED  
JAN 11 1928  
U.S. INT. REV. 60th CAL.

OCCUPATION, PROFESSION, OR KIND OF BUSINESS  
Cable Salesman

Return to and subscribed before us this 24th day of April, 1922.  
NCTAP, INC. (INCORPORATED IN CALIFORNIA)  
LOS ANGELES, CALIFORNIA

1. Are you a citizen or resident of the United States? Yes  
2. If you filed a return for 1920, to what collector's office was it sent? Los Angeles, California.  
3. If not, in a separate return filed by your husband or wife, entered as head of that return, consistance to, say, will same address, 1520 North Wine St. St. Louis, Mo.  
4. If not, in a separate return filed by your husband or wife, entered as head of that return, consistance to, say, will same address, 1520 North Wine St. St. Louis, Mo.  
5. Were you married and living with husband or wife at the last day of your taxable period? Yes  
6. If not, were you on the last day of your taxable period supporting any or several persons living in your household who are legally related to you by blood, marriage, or adoption? Yes  
7. Have any dependents other than husband or wife under 18 years of age or incapable of self support actually or physically dependent upon you receiving their chief support from you at the last day of your taxable period? No

INCOME.  
(Give name and address of person from whom received.)  
1. Salaries, Wages, Commissions, etc.  
2. Interest on Bank Deposits, Notes, Mortgages, and Corporation Bonds  
3. Income from Partnerships, Fiduciaries, etc.  
4. Rents and Royalties  
5. Profit (or loss) from Business or Profession (not including income from partnerships)  
6. Profit (or loss) from Sale of Real Estate  
7. Profit (or loss) from Sale of Stocks, Bonds, etc.  
8. Dividends on Stock of Domestic Corporations  
9. Taxable Interest on Liberty Bonds, etc.  
10. Other Income (including dividends received on stock of foreign corporations). (State nature of income.)

NUMBER	DESCRIPTION	AMOUNT
1	Salaries, Wages, Commissions, etc.	48,105.75
2	Interest on Bank Deposits, Notes, Mortgages, and Corporation Bonds	495.00
3	Income from Partnerships, Fiduciaries, etc.	5,646.36
4	Rents and Royalties	0.00
5	Profit (or loss) from Business or Profession (not including income from partnerships)	0.00
6	Profit (or loss) from Sale of Real Estate	0.00
7	Profit (or loss) from Sale of Stocks, Bonds, etc.	0.00
8	Dividends on Stock of Domestic Corporations	4,600.00
9	Taxable Interest on Liberty Bonds, etc.	0.00
10	Other Income (including dividends received on stock of foreign corporations). (State nature of income.)	0.00
11	Total Income in Items 1 through 10 (less losses shown therein, if any)	106,419.38
12	Interest Paid (not including interest deducted above)	10,231.76
13	Taxes Paid (not including taxes deducted above)	4,265.06
14	Losses by Fire, Storm, etc.	1,665.00
15	Contributions	80,260.56
16	Bad Debts (not including bad debts deducted above)	0.00
17	Other Deductions Authorized by Law	0.00
18	Total of Items 12 to 17	106,419.38
19	Net Income (Item 18 minus Item 18)	48,105.75

DEDUCTIONS.

NUMBER	DESCRIPTION	AMOUNT
20	Net Income (Item 19 above)	48,105.75
21	Less: Dividends (Item 8 above)	4,600.00
22	Taxable Interest on Liberty Bonds, etc. (Item 9 above)	41,471.75
23	Personal Exemption and Credit for Dependents	6,634.00
24	Total of Items 21, 22 and 23	48,105.75
25	Balance (Item 20 minus Item 24)	0.00
26	Amount taxable at 6% (not over \$4,000)	0.00
27	Balance taxable at 8% (Item 25 minus Item 26)	0.00
28	Amount of tax paid when filing return	0.00
29	Balance due (Item 27 minus Item 28)	0.00

COMPUTATION OF TAX.

NUMBER	DESCRIPTION	AMOUNT
28	Normal tax (4% of Item 28)	1,924.23
29	Normal tax (8% of Item 27)	0.00
30	Surtax on Item 30 (see Instruction 6)	0.00
31	Total Tax	1,924.23
32	Less: Tax paid at source (including tax on income paid to foreign countries or foreign possessions of the U. S. (attach Form 1110))	0.00
33	Balance due (Item 31 minus Item 32 and 33)	1,924.23
34	Amount of tax paid when filing return	0.00
35	Balance due (Item 33 minus Item 34)	1,924.23

(2,9250 paid on filing tentative return.)



SCHEDULE A.—EXPLANATION OF ITEM 4  
(Rents and Royalties.) See Instruction 15.

[Not filled out.]

SCHEDULE B.—EXPLANATION OF ITEM 5.  
(Business or Profession.) See Instruction 16.

[Not filled out.]

SCHEDULE C.—EXPLANATION OF ITEM 6.  
(Sale of Real Estate.) See Instruction 17.

[Not filled out.]

SCHEDULE D.—EXPLANATION OF ITEM 7.  
(Sale of Stocks, Bonds, etc.) See Instruction 18.

[Not filled out.]

SCHEDULE E.—EXPLANATION OF ITEM 9.  
(Taxable Interest on Liberty Bonds, etc.) See Instruction 19.

[Not filled out.]

SCHEDULE F.—EXPLANATION OF ITEM 14.  
(Losses by Fire, Storm, etc.) See Instruction 23.

[Not filled out.]

SCHEDULE G.—EXPLANATION OF DEDUCTIONS  
CLAIMED IN ITEMS 1, 15, 16, AND 17.

[Not filled out.]

[555]

## EXPLANATION OF DEDUCTIONS CLAIMED IN SCHEDULE D. ITEM 7.

		Paid	Rec'd	Loss
LIBERTY BONDS	First Issue, bought 1917	\$ 1,100.00	\$ 949.75	\$ 150.25
"	Second " "	5,100.00	4,437.25	662.75
"	Third " " 1918-19	4,852.50	4,680.50	272.00
"	Fourth " " 1919	6,100.00	5,325.00	775.00
"	Fifth " " "	2,500.00	2,418.75	81.25
1100 Shares Loeve Inc., November 1921		8,500.00	7,106.78	1,393.22
1—Bond Utah Co. Idaho Dec. 1919		1,004.00	900.00	104.00
3— " State of California Univ. Bldg. 9/6/19		3,022.50	2,601.25	421.25
4— " Los Angeles Elec. 1919		3,952.40	3,531.25	421.15
3— " Franklin Co. Idaho 1919		3,041.03	2,727.80	313.23
2— " Fremont Cou. " "		2,104.05	1,885.60	218.45
1— " City of Burbank "		1,092.82	925.00	167.82
2— " City of New York 1920		1,693.71	1,460.00	233.71
1— " City of Santa Barbara 1919		1,033.53	935.00	98.53
5— " Southern R. R. Co. "		5,065.00	4,731.25	333.75
		\$50,261.54	\$44,615.18	\$5,646.36

[556]

## EXPLANATION OF DEDUCTIONS CLAIMS.

## BUSINESS EXPENSE

Salary of Chauffeur	\$ 1,920.00
Chauffeur Uniforms and sundry expense	348.90
Insurance on auto and contents of office	661.78
Repairs, supplies and tires for auto	407.88
Office supplies	3.68
Legal services	1,678.90
Babson's Statistical Reports	100.00
Subscription Magazines	5.50
Travelling and hotel expenses	1,044.70
Telegrams	321.65
Long Distance Telephone Calls	9.60
Advertising—Publicity	250.00
Depreciation on business car 25%	2,764.57
Depreciation on office furniture and Furn 10% \$36,386.19	3,638.62
Miscellaneous charges	316.40
One-half salary of Jap office boy	780.00
	<hr/>
	\$14,151.46

## EXPLANATION OF ITEMS CLAIMED IN ITEM 15.

## CONTRIBUTIONS.

F. L. RAWSON—School of Religious Metaphysical

Healing	\$ 1,450.00
Actors Relief Fund	160.00
Relief Fund women and children of Ireland	40.00
Trustees Asylum Home—Masonic	5.00
Chairman Shrine Xmas Fund	5.00
L. A. Athletic Club Xmas Fund	5.00
	<hr/>
	\$ 1,665.00

[557]



# INDIVIDUAL INCOME TAX RETURN

FOR NET INCOMES OF MORE THAN \$5,000  
OF HUSBAND AND WIFE IF COMBINED NET INCOME EXCEEDS \$5,000  
For Calendar Year 1922

1921, and ended 3/6/16

On the 15th day of the Third Month Following the Close of the Taxable Period  
1922, I, the Taxpayer, have filed for the purpose of this return a copy of the return  
of the Internal Revenue Service, and hereby certify that the same is a true and correct  
copy of the return as filed with the Internal Revenue Service.

CECIL B. deMILLE (Name)

1520 NORTH VINE STREET  
(Street and number, or rural route)

LOS ANGELES, CALIFORNIA (City)

(State)

OCCUPATION, PROFESSION, OR KIND OF BUSINESS

- Are you a citizen or resident of the United States? **YES** If you filed a return for 1921, to what collector's office was it sent? **Los Angeles, Cal.**
- If not by your husband or wife? **YES** If so, state: (a) Name and address entered at head of that return. **Constance A. deMille, 4 Leuchlin, Ek.**
- Were you married and living with husband or wife on the last day of your taxable period? **YES** 6. If not, were you on the last day of your taxable period supporting dependent persons living in your household who are closely related to you by blood, marriage, or adoption? **YES**
- Have many dependent persons (other than husband or wife) under 18 years of age or incapable of self-support because mentally or physically defective were receiving their chief support from you on the last day of your taxable period? **five**

Item and  
Serial

1. **INCOME**  
Salaries, Wages, Commissions, etc. (State name and address of person from whom received.)  
**Cecil B. deMille Productions, Inc.** \$ 121,000.

A share of profits  
(Excludes net dividends.)  
\$ 114,162.20

17,838.

3. Is this a joint return of husband and wife? **no**  
(b) Exemption claimed, \$ 4,000  
4. Leuchlin, Ek.  
5. 4,000  
6. **YES**  
7. **YES**  
8. **YES**  
9. **YES**  
10. **YES**  
11. **YES**  
12. **YES**  
13. **YES**  
14. **YES**  
15. **YES**  
16. **YES**  
17. **YES**  
18. **YES**  
19. **YES**  
20. **YES**  
21. **YES**  
22. **YES**  
23. **YES**  
24. **YES**  
25. **YES**  
26. **YES**

2. Income from Business or Profession. (From Schedule A)

3. Interest on Bank Deposits, Notes, Mortgages, and Corporation Bonds

4. Income from Partnerships, Fiduciaries, etc. (State name and address of partnership, etc.)

**Cecil B. deMille Productions, Inc.**

30,328.90

5. Rents and Royalties (From Schedule B)

6. Profit from Sale of Real Estate, Stocks, Bonds, etc. (From Schedule C)

7. Dividends on Stock of Domestic Corporations

8. Taxable Interest on Liberty Bonds, etc. (From Schedule E)

9. Other Income (including dividends received on stock of foreign corporations) (State nature of income.)

(a) Profit on sale of horse

(b)

(c)

10. Total Income in Items 1 to 9

## DEDUCTIONS

11. Losses by Fire, Storm, etc. (Explain in Schedule F)

12. Interest Paid

13. Taxes Paid

14. Bad Debts. (Explain in schedule G)

15. Contributions. (Explain in schedule G)

16. Other Deductions Authorized by Law. (Explain in Schedule G)

17. Total Deductions in Items 11 to 16

18. Net Income (Item 10 minus Item 17)

19. Net Income (Item 18 above)

20. Less: Dividends (Item 7 above)

21. Taxable Interest on Liberty Bonds, etc. (Item 8 above)

22. Personal Exemption and Credit for Dependents

23. Total of Items 20, 21, and 22

24. Balance (Item 19 minus Item 23)

25. Amount taxable at 4% (not over \$4,000)

26. Balance taxable at 8% (Item 24 minus Item 25)

## COMPUTATION OF TAX

\$ 42,940

27. Normal Tax (4% of Item 25)

28. Normal Tax (8% of Item 25)

29. Surtax on Item 19 (see Instruction 29)

30. Tax on Capital Net Gain (12 1/2% of column 9, Schedule D) (see Instruction 6)

31. Total Tax

Income Tax paid as withheld

Income and profits paid to foreign countries or possessions of the U. S. (attach Form 1110)

32. Balance of Tax (Item 31 minus Items 32 and 33)

\$ 160

24,388.48

3,498.00

6,056.48

757

6064.00

In computing tax for a fiscal year, see Article 1824 of Regulations 62

Checks and drafts will be accepted only if payable at par





SCHEDULE A.—INCOME FROM BUSINESS OR  
PROFESSION. (See Instruction 2.)

[Not filled out.]

SCHEDULE B.—INCOME FROM RENTS AND  
ROYALTIES. (See Instruction 5.)

[Not filled out.]

SCHEDULE C.—PROFIT FROM SALE OF REAL  
ESTATE, STOCKS, BONDS, ETC. (See Instruction 6.)

[Not filled out.]

SCHEDULE D.—CAPITAL NET GAIN FROM SALE OF  
ASSETS HELD FOR MORE THAN TWO YEARS.

(Optional, see Instruction 6.)

[Not filled out.]

SCHEDULE E.—TAXABLE INTEREST ON LIBERTY  
BONDS, ETC. (See Instruction 8.)

[Not filled out.]

SCHEDULE F.—EXPLANATION OF LOSSES BY FIRE,  
STORM, ETC. (See Instruction 11.)

[Not filled out.]

SCHEDULE G.—EXPLANATION OF DEDUCTIONS  
CLAIMED IN ITEMS 1, 14, 15, AND 16.

[Not filled out.]

AFFIDAVIT.

I swear (or affirm) that this return, including the accompanying schedules and statements (if any), has been examined by me, and, to the best of my knowledge and belief, is a true and complete return made in good faith, for the taxable period

as stated, pursuant to the Revenue Act of 1921 and the Regulations issued under authority thereof.

CECIL B. deMILLE.

(Signature of individual or agent.)

Sworn to and subscribed before me this 14 day of April, 1923.

[Seal]

ROLAND W. MONNELL.

[559]

DEDUCTIONS CLAIMED IN ITEM 1.

Depreciation on automobiles	\$26,774.52
Automobile expense (cars used solely in connection with business of taxpayer)	5,981.20
Insurance on contents of office	611.57
Attorneys fees and legal expenses	2,375.00
Trade papers, magazines, etc.	852.23
Advertising and publicity	7,702.54

(Included in the above item of advertising and publicity is the sum of \$4,735.14 paid for the construction of a motor speed boat to be entered in the boat races at San Pedro, California, for advertising purposes under the name of Cecil B. deMille, which boat was destroyed by fire and became a total loss.)

Operation of a fruit and poultry ranch	4,865.14
Loss suffered by taxpayer on stock of Aviation Securities Co. (said stock is valueless)	50,000.00
Taxpayer guaranteed stock of Aviation Securities Co. in the sum of (\$5,000 to W. J. Dodd and \$10,000 to John H. Fisher)	15,000.00

(The Aviation Securities Co. is the owner of all of the capital stock of the Mercury Aviation Company and the Mercury Export Corporation. All of the assets of these two corporations are covered to secure the payment of certain notes and indebtedness of the corporations, for more than the value of the assets, the notes amounting to approximately \$30,000.00.)

Mr. deMille is a guarantor of these notes also and there will be a deficiency of approximately \$25,000 when the collateral is disposed of as it is of questionable value.

---

\$114,162.20

DEDUCTIONS CLAIMED IN ITEM 14 AND 15.

Childrens Hospital donation \$500, Red Cross, Orphans Home and miscellaneous charities amounting to \$1,966.

Loans made to persons from whom said loans are uncollectible, \$710.00.

[560]

## EXPLANATION OF ITEM 6. SCHEDULE C.

Items of loss on sale of real estate, stocks, bonds, etc., as follows:

Stocks:	Cost	Sold	
20 shares Atlantic Gulf & W. I. Co.	\$1,235.00	\$ 480.90	\$ 854.10 (Loss)
20 shares Kennicott copper	975.00	634.20	340.80 (Loss)
			<hr/>
100 shares Loewe's	1,460.00	1,772.95	312.95 (Gain)
10 Liberty Bonds \$500.00 ea., 5th issue	5,000.00	5,008.00	8.00
			<hr/>
Loss on sale of real estate		Loss	\$ 320.95
			\$ 773.95
			361.00
			TOTAL \$1,134.95
			\$1,120.00

## EXPLANATION OF ITEM 5. SCH. B.

Rents and royalties  
 Obtained from rental of two houses in the City of Los Angeles, California

\$ 940.00

[561]

# INDIVIDUAL INCOME TAX RETURN

FOR NET INCOMES OF MORE THAN \$5,000  
OR NET INCOMES, REGARDLESS OF AMOUNT, IF DERIVED FROM A PROFESSION OR BUSINESS, INCLUDING PARTNERSHIP

For Calendar Year 1923 311713

Or for period begun 1922, 1922, and ended 1923

File This Return Not Later Than the 15th Day of the Third Month Following the Close of the Taxable Period  
(PRINT NAME AND ADDRESS PLAINLY BELOW)

CECIL B. DE MILLE (Name)

1520 Vine Street  
(Street and Number, or rural route)

Los Angeles (County) California (State)

Motion Picture Director

OCCUPATION, PROFESSION, OR KIND OF BUSINESS

3. Is this a joint return of husband and wife? **No**

1. Are you a citizen or resident of the United States? **Yes** 2. If you filed a return for 1922, to what collector's office was it sent? **LOS ANGELES, Calif.**

4. If not, is a separate return being filed by your husband or wife? **Yes** If so, state (a) Name and address entered at head of that return **Consuelo A. De Mille, #4 Laughlin**

5. Were you married and living with husband or wife on the last day of your taxable period? **Yes** 6. If not, were you on the last day of your taxable period supporting one or more persons living in your household who are closely related to you by blood, marriage, or adoption? **Yes**

7. How many dependent persons (other than husband or wife) under 18 years of age or incapable of self-support because of mental or physical disability were receiving their chief support from you on the last day of your taxable period? **Four**

INCOME

Wages, etc. (State name and address of person from whom received)

Amount received (Explain in Schedule C)

\$21,000.00 \$20,088.95 60,911.05

274.4 REV. ADT. 1923 ASSESSMENT

Profession. (From Schedule A)

Notes, Mortgages, and Corporation Bonds.

Patent.

Partnership, etc. (Give name and address of partnership.)

Tax

Penalty

Interest

Total

1,967.81

12,324.23

4,263.00

2,245.11

32,145

87,145

10. Total Income in Items 1 to 9

11. Interest Paid

12. Taxes Paid

13. Losses by Fire, Storm, etc. (Explain in Schedule F)

14. Bad Debts. (Explain in Schedule G)

15. Contributions. (Explain in Schedule H)

16. Other Deductions Authorized by Law. (Explain in Schedule I)

17. Total Deductions in Items 11 to 16

18. Net Income (Item 18 above)

20. Less: Dividends (Item 7 above)

21. Taxable Interest on Liberty Bonds, etc. (Item 8 above)

22. Exemption and Credit for Dependents (see Instruction 23)

23. Total of Items 20, 21, and 22

24. Balance (Item 19 minus Item 23)

25. Amount taxable at 4% (not over \$4,000)

26. Balance taxable at 8% (Item 24 minus Item 25)

27. Normal Tax (4% of Item 25)

28. Normal Tax (8% of Item 26)

29. Surtax on Item 19 (see Instruction 29)

30. Tax on Capital Net Gain (23% of column 9, Schedule D) (see Instruction 6)

31. Total Tax

32. Less: Income Tax paid at source

33. Income tax payable to foreign countries or possessions of the U. S. (Attach Form 1116)

34. Balance of Tax (Item 31 minus Items 32 and 33)

35. Balance of Tax (Item 31 minus Items 32 and 33)

COMPUTATION OF TAX

\$ 16,524.46

4,723.00

3,600.00

8,333.00

8,191.46

4,000.00

4,191.46

4,191.46

4,191.46

4,191.46

\$ 160.00

\$ 336.83

2.46

741.56

741.56

741.56

An amended return must be marked "Amended" at top of return.

Checks and drafts will be accepted only if payable at par.

MAILED 1 MAR 29 1924

U. S. DEPT. OF TREASURY



SCHEDULE A.—INCOME FROM BUSINESS OR PROFESSION. (See Instruction 2.)

[Not filled out]

SCHEDULE B.—INCOME FROM RENTS AND ROYALTIES. (See Instruction 5.)

1. Kind of Property.	2. Amount Received.	3. Cost, or Value March 1, 1913.	4. Depreciation and Depletion.	5. Repairs	6. Other Expenses.	7. Net Income (Enter as Item 5.)
Dwellings .....	\$1,500.00	\$21,500.00	\$1,237.50	\$401.00	\$	\$ 138.50
Props .....	1,671.31	Various	None	None	.....	1,671.31
Royalties .....	435.00	.....	.....	.....	.....	435.00
	<u>\$3,606.31</u>		<u>\$1,237.50</u>	<u>\$401.00</u>		<u>\$1,967.81</u>

SCHEDULE C.—PROFIT FROM SALE OF REAL ESTATE, STOCKS, BONDS, ETC. (See Instruction 6.)

1. Kind of Property.	2. Date Acquired.	3. Amount Received.	4. Depreciation	5. Cost.	6. Value March 1, 1913.	7. Subsequent Improvements.	8. Net Profit (Enter as Item 6.)
Bonds .....	Sundry	\$24,548.50	\$	\$25,706.69	\$	\$	\$1,158.19
Real Est. ....	1921	26,404.87	.....	19,567.45	.....	.....	—
“ “ .....	1923	11,645.00	.....	5,000.00	.....	.....	—
		<u>\$62,598.37</u>		<u>\$50,274.14</u>			—

SCHEDULE D.—CAPITAL NET GAIN FROM SALE OF ASSETS HELD FOR MORE THAN TWO YEARS. (Optional, see Instruction —.)

[Not filled out]

SCHEDULE E.—TAXABLE INTEREST ON LIBERTY BONDS, ETC. (See Instruction 8.)

[Not filled out]

SCHEDULE F.—EXPLANATION OF LOSSES BY FIRE, STORM, ETC. (See Instruction 13.)

1. Kind of Property.	2. Date Acquired.	3. Cost, or Value March 1, 1913.	4. Subsequent Improvements.	5. Depreciation.	6. Insurance.	7. Salvage Value.	8. Net Loss. (Enter as item 13.)
Speed boat wrecked by explosion	1921	Balance of cost of construction not reported last year.....					\$436.82



SCHEDULE G.—EXPLANATION OF DEDUCTIONS  
CLAIMED IN ITEMS 1, 14, 15, AND 16.

- 14—(a) Notes and Accounts receivable, (b) 1922 and 1923,  
(c) 1923, (d) Bankruptcy and decease without sufficient  
estate to satisfy claims.  
15—(b) See Schedule attached.

AFFIDAVIT.

I swear (or affirm) that this return, including the accom-  
panying schedules and statements (if any), has been exam-  
ined by me, and, to the best of my knowledge and belief, is a  
true and complete return made in good faith, for the taxable  
period as stated, pursuant to the Revenue Act of 1921 and the  
Regulations issued under authority thereof.

CECIL B. deMILLE.  
1520 Vine Street.

Sworn to and subscribed before me this 13th day of March,  
192—.

[Seal]

GLADYS ROSSON,  
Notary Public.

My Commission Expires June 12, 1927.

[563]

CECIL B. DE MILLE

## EXPENSE ANALYSIS

YEAR TO DECEMBER 31st, 1923

## BUSINESS EXPENSE

Depreciation autos, furniture, etc.	\$ 7,182.96
Traveling expenses & hotel bills	2,714.06
Chauffeur's wages & expenses	2,149.13
Automobile maintenance & repairs	556.70
Insurance, autos, furniture, etc.	917.42
Detective service	1,368.81
Commissions paid for sale of real estate	1,250.00
Telegrams	309.02
Business organization dues	157.00
Advertising	280.00
Projecting	133.25
Legal and accounting	189.79
Trade magazines	52.50
Sundry	179.63
Litigation on picture rights	12,648.68

TOTAL BUSINESS EXPENSE	\$30,088.95
------------------------	-------------

## INTEREST PAID

Laughlin Park	\$ 2,388.88
Commercial National \$29,000.00 note	669.70
Security Trust & Savings Bank, sundry notes	821.66
Thomas Hussey—Observatory Av. property	580.98
Ella Lumm—Argyle Av. property	181.06
Accrued	86.13

TOTAL INTEREST PAID	\$ 4,728.41
---------------------	-------------

DONATIONS

Hollywood Studio Club	\$ 1,000.00
Kings Daughters	10.00
Arthurs League Fund	1.00
Childrens Hospital	30.00
American Red Cross	25.00
Actors Fund benefit	100.00
Masonic Hall and Asylum	5.00
Shrine Xmas relief	5.00
Sundries	7.00

TOTAL DONATIONS	\$ 1,183.00
	[564]

PETITIONER'S EXHIBIT 1.

U. S. Board of Tax Appeals. Div. 11. Docket 52995. Admitted in evidence Dec. 13, 1933.

No. 11616

FRANK C. JORDAN, Secretary of State  
FRANK H. CORY, Deputy

STATE OF CALIFORNIA  
Department of State

---

I, FRANK C. JORDAN, Secretary of State of the State of California, do hereby certify that I have carefully compared the annexed copy of Articles of Incorporation of

CECIL B. deMILLE PRODUCTIONS, INC.

with the.....original now on file in my office, and that the sum is a correct transcript therefrom, and of the whole thereof. I further certify that this authentication is in due form and by the proper officer.

IN WITNESS WHEREOF, I have hereunto set my hand and have caused the Great Seal of the State of California to be affixed hereto this 20th day of May A. D. 1922.

FRANK C. JORDAN

Secretary of State

[Great Seal]

By FRANK H. CORY

Deputy [565]

Copy

ARTICLES OF INCORPORATION  
of  
CECIL B. DE MILLE PRODUCTIONS, INC.

Know all men by these presents:

That we, the undersigned, a majority of whom are residents of the State of California, have this day associated ourselves for the purpose of forming a corporation under the laws of the State of California,

AND WE HEREBY CERTIFY:

FIRST

That the name of said corporation is  
CECIL B. DE MILLE PRODUCTIONS, INC.

SECOND

That the purposes for which said corporation is formed are:

1. To own, manufacture, produce, procure, make and develop, and to present, exhibit, release, show, distribute, book, lease, let or license others to use,

and generally deal in and with motion pictures and other pictures, features, feature films and photographic films, displays and exhibitions of all kinds.

2. To build, construct, acquire, own, rent, use, operate, maintain and conduct, and to dispose of, sell, lease, let or license others to use, and generally to deal in and with motion picture theatres, theatres, places of amusement, places of exhibition, studios, sets, locations, plants, factories, agencies, booking or distributing offices, buildings and constructions.

3. To manufacture, buy, sell and generally deal in and with film, photographic or projecting apparatus, appliances, devices, accessories, apparatus and other materials or things which may be deemed useful, necessary or convenient in connection with the motion picture industry generally, or any branch or branches thereof.

4. To secure by purchase, lease, license or other method or means, copyrights, rights of presentation, licenses, rights and privileges of any and every kind, in and to scenarios, books, plays, dramatic or [566] musical compositions, lyrics, acts and scenes, and to sell, license, lease and otherwise dispose thereof.

5. To engage by contract or otherwise employ artists, actors, performers, directors, producers, scenario writers, art directors, authors, title writers, mechanics, artisans, property men, workmen, and all others necessary and useful in connection with any or all of the business of the corporation.

6. To manufacture, purchase or otherwise acquire, own, mortgage, pledge, sell, assign and transfer, or otherwise dispose of, to invest, trade, deal in and deal with, goods, wares, and merchandise and personal property of every class and description.

7. To acquire the good will, business, property and assets, and to assume or undertake the whole or any part of the liabilities of any person, firm, association, partnership or corporation, and to pay for the same in cash, stock, bonds, debentures or other securities of the corporation, or otherwise as the directors may determine, and to hold or in any manner operate, conduct or dispose of the whole or any part of such businesses, property and assets so acquired.

8. To apply for, acquire, buy, sell, assign, lease, pledge, mortgage or otherwise dispose of letters patent of the United States or of any foreign country, and all or any rights, territorial or otherwise thereunder; and to apply for, acquire, hold, sell, assign, lease, mortgage or otherwise dispose of patent rights, licenses, privileges, inventions, copyrights, trade marks, trade names and pending applications therefor, relating to or useful in connection with any business of the corporation.

9. To buy, sell, or otherwise acquire, hold, own, use, manage, improve, maintain, develop, rent, mortgage or otherwise encumber, and to transfer or exchange real estate or any interest therein; to trade and deal in and with real property, im-

proved or unimproved, in the State of California and elsewhere.

10. To purchase or otherwise acquire from time to time, shares of its own capital stock, insofar as the same may be permitted by law, and to own, hold, sell, transfer or reissue the same.

11. To borrow money and to issue bonds, debentures, notes and other [567] evidences of indebtedness and obligations from time to time for any lawful corporate purpose, and to mortgage, pledge, and otherwise charge any and all of its properties, rights, privileges and franchises to secure the payment thereof.

12. To loan money, to guarantee, purchase, acquire, own, hold, sell, assign, transfer, mortgage, pledge or otherwise dispose of and deal in shares of the capital stock, bonds, debentures, notes or other securities or evidences of indebtedness, of any other corporation or association, whether domestic or foreign, and whether now or hereafter organized; and while the holder thereof to exercise all the rights, powers and privileges of ownership, including the rights to vote thereon to the same extent as a natural person might or could do; and to deal in stocks and securities either as an agent or broker, or otherwise.

13. To guarantee the payment of dividends or interest on any shares of stock, bonds, debentures or other securities or obligations of this or any other company; to become guarantor in connection with any contracts or obligations of any person,

firm or corporation, whenever in the judgment of the Board of Directors, proper or necessary in connection with the business of the Company.

14. To make and enter into contracts of every sort and kind with any individual, firm, corporation or association, private, public or municipal, body politic, and with the Government of the United States, or any State, territory or colony thereof.

The foregoing clauses shall be construed both as objects and powers; and the foregoing enumeration of specific powers shall not be held to limit or restrict in any manner the powers of the corporation.

### THIRD

That the place where the principal business of said corporation is to be transacted is in the City of Los Angeles, in the County of Los Angeles, State of California.

### FOURTH

That the term for which said corporation is to exist is for [568] fifty (50) years from and after the date of its incorporation.

### FIFTH

That the number of its directors shall be five (5) and the names and residences of those who are appointed for the first year, and to act until their successors have been elected and qualified, are as follows:



- R. M. KEARY, Residing in Los Angeles,  
California;
- G. G. WELLMAN, Residing in Los Angeles,  
California;
- C. M. SHARP, Residing in Los Angeles,  
California;
- E. J. NOLAN, Residing in Los Angeles,  
California;
- HERBERT FRESTON, Residing in Los  
Angeles, California.

#### SIXTH

That the amount of the capital stock of the corporation is Five Hundred Thousand Dollars (\$500,000.00) and the number of shares into which it is divided is Five Thousand (5,000) shares of the par value of One Hundred Dollars (\$100.00) each.

#### SEVENTH

That the amount of the capital stock which has actually been subscribed is Five (5) shares of the par value of One Hundred Dollars (\$100.00) each, and the following are the names of the persons by whom the same have been subscribed:

- R. M. KEARY, One share of the par value of  
\$100.00;
- G. G. WELLMAN, One share of the par value  
of \$100.00;
- C. M. SHARP, One share of the par value of  
\$100.00;
- E. J. NOLAN, One share of the par value of  
\$100.00;
- HERBERT FRESTON, One share of the par  
value of \$100.00.

IN WITNESS WHEREOF, we, the incorporators and the persons hereinabove named as directors for the first year, hereunto set our hands, this 18th day of May, 1922.

C. M. SHARP, (Seal)

G. G. WELLMAN, (Seal)

R. M. KEARY, (Seal)

E. J. NOLAN, (Seal)

HERBERT FRESTON, (Seal)

State of California

County of Los Angeles—ss.

On this 18th day of May, 1922, before me, a Notary Public in [569] and for the said county and state, personally appeared R. M. KEARY, G. G. WELLMAN, C. M. SHARP, E. J. NOLAN, and HERBERT FRESTON, personally known to me to be the persons whose names are subscribed to the foregoing Articles of Incorporation, as incorporators, and who are also named therein as directors for the first year, and each acknowledged to me that he executed the said instrument.

IN WITNESS WHEREOF, I have hereunto affixed my hand and official seal, this 18th day of May, 1922.

[Seal]

KENDALL B. PERKINS,

Notary Public in and for the County of Los Angeles, State of California. [570]

[Endorsed]: No. 25841. Articles of Incorporation of the Cecil B. deMille Productions, Inc.

Endorsed. No. 99057.

Filed in the office of the Secretary of State of the State of California, May 20, 1922.

FRANK C. JORDAN,  
Secretary of State  
ROBERT V. JORDAN,  
Deputy

Filed Jun 8, 1922.

L. E. LAMPTON,  
County Clerk  
By R. E. THORNE,  
Deputy [571]

Ch. Deputy 2 27730

(U. S. Rev. St., Sec. 905—Attestation of Clerk, Certificate of Judge, and Certificate of Clerk to official character of Judge)

No. 25841 (Corp.)

State of California,  
County of Los Angeles.—ss.

I, L. E. LAMPTON, County Clerk of the County of Los Angeles, State of California, and ex-officio Clerk of the Superior Court of Los Angeles, State of California, do hereby certify and attest the foregoing to be a full, true and correct copy of ARTICLES OF INCORPORATION OF CECIL B. deMILLE PRODUCTIONS, INC. (as certified by the Secretary of State, of the State of California) on file in my office, and that I have carefully compared the same with the certified copy.

IN WITNESS WHEREOF, I have hereunto set my hand and annexed the Seal of the Superior Court of Los Angeles County, State of California, this 8th day of December, 1933.

[Seal]

L. E. LAMPTON,

County Clerk of the County of Los Angeles,  
State of California, and ex-officio Clerk of  
the Superior Court of Los Angeles County,  
State of California.

State of California,

County of Los Angeles.—ss.

I, MARSHALL F. McCOMB, Judge of the Superior Court of Los Angeles County, State of California, do hereby certify that L. E. LAMPTON is County Clerk of the County of Los Angeles, State of California, and ex-officio Clerk of the Superior Court of Los Angeles County, State of California (which Court is a Court of Record, having a seal); that the signature to the foregoing certificate and attestation is the genuine signature of the said L. E. LAMPTON as such officer; that the seal annexed thereto is the seal of said Superior Court; that said L. E. LAMPTON, as such Clerk, is the proper officer to execute the said certificate and attestation, and that such attestation is in due form according to the laws of the State of California.

IN WITNESS WHEREOF, I have hereunto set my hand in my official character as such Judge, at

the City of Los Angeles, County and State aforesaid, this 8th day of December, A. D. 1933.

MARSHALL F. McCOMB,

Judge of the Superior Court of Los Angeles  
County, State of California.

State of California,  
County of Los Angeles.—ss.

I, L. E. LAMPTON, County Clerk of the County of Los Angeles, State of California, and ex-officio Clerk of the Superior Court of Los Angeles County, State of California (which Court is a Court of Record, having a seal which is annexed hereto), do hereby certify that MARSHALL F. McCOMB, whose name is subscribed to the foregoing certificate of due attestation was, at the time of signing the same, Judge of the Superior Court aforesaid, and was duly commissioned, qualified and authorized by law to execute said certificate. And I do further certify that the signature of the Judge above named to the said certificate of due attestation is genuine.

IN WITNESS WHEREOF, I have hereunto set my hand and annexed the Seal of the Superior Court, at my office in said County, this 8th day of December, A. D. 1933.

[Seal] L. E. LAMPTON,

County Clerk of the County of Los Angeles,  
State of California, and ex-officio Clerk of  
the Superior Court of Los Angeles County,  
State of California.

[572]

## PETITIONER'S EXHIBIT 2.

U. S. Board of Tax Appeals. Div. 11. Docket  
52995. Admitted in evidence Dec. 13, 1933.

CECIL B. DeMILLE PRODUCTIONS, INC.  
1924-1929 [573]

CECIL B. DE MILLE PRODUCTIONS, INC.  
1924-1929

## INDEX

## Comparative Balance Sheets:

1923-1924 .....	Exhibit A
1924-1925 .....	Exhibit A1
1925-1926 .....	Exhibit A2
1926-1927 .....	Exhibit A3
1927-1928 .....	Exhibit A4
1928-1929 .....	Exhibit A5

## Profit and Loss Statement:

1924-1929, Inc.....	Exhibit B
---------------------	-----------

## Statement of Funds Provided:

1924-1929, Inc.....	Exhibit C
Accounts and Notes Receivable.....	Schedule 1
Stocks and Bonds.....	Schedule 2
Real Estate .....	Schedule 3
Notes and Mortgages Payable.....	Schedule 4
Accounts Payable .....	Schedule 5
Profit and Loss on Sale of Securities.....	Schedule 6
Profit and Loss on Sale of Realty.....	Schedule 7
Contracts (Income) .....	Schedule 8
Royalty (Income) .....	Schedule 8
Realty Income and Expense.....	Schedule 9

## EXHIBIT A

## CECIL B. DE MILLE PRODUCTIONS, INC.

## COMPARATIVE BALANCE SHEETS

Sch. No.	—December 31,—		Increase Decrease
	1923	1924	
<b>ASSETS</b>			
Cash	\$ 54,272.06	\$ 58,195.02	\$ 3,922.96
1 Notes and Accounts Receivable	33,372.22	22,865.98	10,506.24
2 Stocks and Bonds	93,066.50	139,614.70	46,548.20
3 Real Estate	357,008.48	486,510.29	129,501.81
Furniture and Fixtures	1,300.72	1,651.45	350.73
Automobiles	6,069.00	7,869.00	1,800.00
Yacht	66,145.03	66,145.03	—
Dramatic Properties	31,678.50	33,028.50	1,350.00
Farm Implements	—	1,817.40	1,817.40
Picture Rights	10,000.00	7,500.00	2,500.00
Contracts (F.P.L.)	149,257.59	149,257.59	—
Sundry (Life Ins. Prem. etc.)	13,434.00	26,721.57	13,287.57
	<u>\$ 815,604.10</u>	<u>\$1,001,176.53</u>	<u>\$ 185,572.43</u>
<b>LIABILITIES</b>			
4 Notes and Mortgages Payable	\$ 181,767.09	\$ 201,194.45	\$ 19,427.36
5 Accounts Payable	2,310.97	12,108.50	9,797.53
Reserves			
Interest Accrued	3,302.64	1,320.40	1,982.24
Depreciation	17,860.02	35,966.58	18,106.56
Amortization (F.P.L. Con't.)	38,509.18	90,749.34	52,240.16
" (Picture Rights)	—	1,500.00	1,500.00
Capital Stock	400,000.00	400,000.00	—
Surplus	171,854.20	258,337.26	86,483.06
	<u>\$ 815,604.10</u>	<u>\$1,001,176.53</u>	<u>\$ 185,572.43</u>
Analysis of Surplus—1924			
Balance First of Year		\$171,854.20	
Net Income 1924		90,483.06	
		<u>262,337.26</u>	
Dividends Paid		4,000.00	
		<u>\$258,337.26</u>	

EXHIBIT A-1

## CECIL B. DE MILLE PRODUCTIONS, INC.

## COMPARATIVE BALANCE SHEETS

Sch. No.	—December 31,—		Increase Decrease
	1924	1925	
<b>ASSETS</b>			
Cash	\$ 58,195.02	\$ 43,845.77	\$ 14,349.25
1 Notes and Accounts Receivable	22,865.98	364,001.33	341,135.35
2 Stocks and Bonds	139,614.70	234,312.02	94,697.32
3 Real Estate	486,510.29	500,476.55	13,966.26
Furniture and Fixtures	1,651.45	2,813.18	1,161.73
Automobiles	7,869.00	8,940.00	1,071.00
Yacht	66,145.03	66,111.91	33.12
Dramatic Properties	33,028.50	33,028.50	—
Farm Implements	1,817.40	1,842.40	25.00
Picture Rights	7,500.00	2,500.00	5,000.00
Contract (F.P.L.)	149,257.59	149,257.59	—
Sundry	26,721.57	18,826.00	7,895.57
	<u>\$1,001,176.53</u>	<u>\$1,425,955.25</u>	<u>\$ 424,778.72</u>
<b>LIABILITIES</b>			
4 Notes and Mortgages Payable	\$ 201,194.45	\$ 178,142.95	\$ 23,051.50
5 Accounts Payable	12,108.50	2,716.95	9,391.55
Reserves			
Interest Accrued	1,320.40	1,358.72	38.32
Depreciation	35,966.58	55,635.75	19,669.17
Amortization (Cont.)	90,749.34	128,063.74	37,314.40
“ (Picture)	1,500.00	1,000.00	500.00
Capital Stock	400,000.00	400,000.00	—
Surplus	258,337.26	659,037.14	400,699.88
	<u>\$1,001,176.53</u>	<u>\$1,425,955.25</u>	<u>\$ 424,778.72</u>
Surplus 1925			
Balance First of Year		\$258,337.26	
Net Income 1925		404,699.88	
		<u>663,037.14</u>	
Dividends Paid		4,000.00	
		<u>663,037.14</u>	
Balance—End of Year		<u>\$659,037.14</u>	



## CECIL B. DE MILLE PRODUCTIONS, INC.

## COMPARATIVE BALANCE SHEETS

Sch. No.	—December 31,—		Increase Decrease
	1925	1926	
<b>ASSETS</b>			
Cash	\$ 43,845.77	155,840.06	111,994.29
1 Notes and Accounts Receivable	364,001.33	225,536.79	138,464.54
2 Stocks and Bonds	234,312.02	639,491.51	405,179.49
3 Real Estate	500,476.55	539,744.40	39,267.85
Furniture and Fixtures	2,813.18	11,155.97	8,342.79
Automobiles	8,940.00	8,340.00	600.00
Yacht	66,111.91	66,111.91	—
Dramatic Properities	33,028.50	33,028.50	—
Farm Implements	1,842.40	2,021.40	179.00
Picture Rights	2,500.00	2,500.00	—
Contract	149,257.59	—	149,257.59
Sundry (Life Ins. Prem., etc.)	18,826.00	21,568.00	2,742.00
Livestock	—	4,445.00	4,445.00
	<u>\$1,425,955.25</u>	<u>1,709,783.54</u>	<u>283,828.29</u>
<b>LIABILITIES</b>			
4 Notes and Mortgages Payable	\$ 178,142.95	128,898.50	49,244.45
5 Accounts Payable	2,716.95	25,804.08	23,087.13
Reserves			
Accrued Interest	1,358.72	—	1,358.72
Depreciation	55,635.75	72,804.60	17,168.85
Amortization (Cont.)	128,063.74	—	128,063.74
“ (Pictures)	1,000.00	1,500.00	500.00
Capital Stock	400,000.00	400,000.00	—
Surplus	659,037.14	1,080,776.36	421,739.22
	<u>\$1,425,955.25</u>	<u>1,709,783.54</u>	<u>283,828.39</u>
Surplus—1926			
Balance—First of Year		\$ 659,037.14	
Net Income 1926		461,739.22	
		<u>\$1,120,776.36</u>	
Dividends Paid		40,000.00	
		<u>\$1,080,776.36</u>	

## CECIL B. DE MILLE PRODUCTIONS, INC.

## COMPARATIVE BALANCE SHEETS

Sch. No.	—December 31,—		Increase Decrease
	1926	1927	
<b>ASSETS</b>			
Cash	\$ 155,840.06	169,327.66	13,487.60
1 Notes and Accounts Receivable	225,536.79	218,187.44	7,349.35
2 Stocks and Bonds	639,491.51	723,338.45	83,846.94
3 Real Estate	539,744.40	607,819.68	68,075.28
Furniture and Fixtures	11,155.97	12,871.15	1,715.18
Autos	8,340.00	9,078.62	738.62
Yacht	66,111.91	38,598.86	27,513.05
Dramatic Properties	33,028.50	33,028.50	—
Farm Implements	2,021.40	2,389.92	368.52
Picture Rights	2,500.00	2,500.00	—
Life Insurance Premium Paid	21,568.00	26,960.00	5,392.00
Live Stock	4,445.00	6,972.50	2,527.50
Leasehold	—	18,333.33	18,333.33
	<u>\$1,709,783.54</u>	<u>1,869,406.11</u>	<u>159,622.57</u>
<b>LIABILITIES</b>			
4 Notes and Mortgages Payable	\$ 128,898.50	215,558.50	86,660.00
5 Accounts Payable	25,804.08	30,977.71	5,173.63
Reserves			
Depreciation	72,804.60	85,913.22	13,108.62
Amortization (Pictures)	1,500.00	2,000.00	500.00
Capital Stock	400,000.00	400,000.00	—
Surplus	1,080,776.36	1,134,956.68	54,180.32
	<u>\$1,709,783.54</u>	<u>1,869,406.11</u>	<u>159,622.57</u>
Surplus 1927			
Balance First of Year		\$1,080,776.36	
Net Income 1927		94,180.32	
		<u>1,174,956.68</u>	
Dividends Paid		40,000.00	
		<u>\$1,134,956.68</u>	

CECIL B. DE MILLE PRODUCTIONS, INC.

COMPARATIVE BALANCE SHEETS

Sch. No.	—December 31,—		Increase Decrease
	1927	1928	
<b>ASSETS</b>			
Cash	\$ 169,327.66	243,142.80	73,815.14
1 Notes and Accounts Receivable	218,187.44	364,429.46	146,242.02
2 Stocks and Bonds	723,338.45	1,085,966.25	362,627.80
3 Real Estate	607,819.68	691,629.61	83,809.93
Furniture and Fixtures	12,871.15	18,307.41	5,436.26
Autos	9,078.62	6,293.24	2,785.38
Yacht	38,598.86	58,642.01	20,043.15
Dramatic Property	33,028.50	33,028.50	—
Farm Implements	2,389.92	3,314.92	925.00
Picture Rights	2,500.00	—	2,500.00
Life Ins. Premium	26,960.00	52,887.00	25,927.00
Live Stock	6,972.50	7,144.50	172.00
Leasehold	18,333.33	—	18,333.33
	<u>\$1,869,406.11</u>	<u>2,564,785.70</u>	<u>695,379.59</u>
<b>LIABILITIES</b>			
4 Notes and Mortgages Payable	\$ 215,558.50	265,048.50	49,490.00
5 Accounts Payable	30,977.71	21,607.29	9,370.42
Reserves			
Depreciation	85,913.22	97,642.90	11,729.68
Amortization (Pictures)	2,000.00	—	2,000.00
Capital Stock	400,000.00	800,000.00	400,000.00
Surplus	1,134,956.68	1,380,487.01	245,530.33
	<u>\$1,869,406.11</u>	<u>2,564,785.70</u>	<u>695,379.59</u>
Surplus 1928			
Balance First of Year		\$1,134,956.68	
Net Income 1928		701,530.33	
		<u>1,836,487.01</u>	
Dividends—Cash	56,000.00		
Stock	400,000.00	456,000.00	
		<u>\$1,380,487.01</u>	
Balance—End of Year		<u>\$1,380,487.01</u>	

## CECIL B. DE MILLE PRODUCTIONS, INC.

## COMPARATIVE BALANCE SHEETS

Sch. No.	—December 31,—		Increase Decrease
	1928	1929	
<b>ASSETS</b>			
Cash	\$ 243,142.80	389,499.75	146,356.95
1 Notes and Accounts Receivable	364,429.46	172,319.09	192,110.37
2 Stocks and Bonds	1,085,966.25	1,143,147.49	57,181.24
3 Real Estate	691,629.61	826,257.97	134,628.36
Furniture and Fixtures	18,307.41	27,790.42	9,483.01
Autos	6,293.24	6,686.89	393.65
Yacht	58,642.01	59,671.51	1,029.50
Dramatic Property	33,028.50	33,028.50	—
Farm Implements	3,314.92	5,106.87	1,791.95
Life Insurance	52,887.00	68,435.00	15,548.00
Live Stock	7,144.50	10,118.50	2,974.00
Picture Rights	—	475.00	475.00
	<u>\$2,564,785.70</u>	<u>2,742,536.99</u>	<u>177,751.29</u>
<b>LIABILITIES</b>			
4 Notes and Mortgages Payable	\$ 265,048.50	488,034.47	222,985.97
5 Accounts Payable	21,607.29	1,151.59	20,455.70
Reserve for Depreciation	97,642.90	119,607.42	21,964.52
Capital Stock	800,000.00	800,000.00	—
Surplus	1,380,487.01	1,333,743.51	46,743.50
	<u>\$2,564,785.70</u>	<u>2,742,536.99</u>	<u>177,751.29</u>
Surplus—1929			
Balance First of Year		\$1,380,487.01	
Net Income 1929		1,256.50	
		<u>1,381,743.51</u>	
Dividends Paid		48,000.00	
		<u>\$1,333,743.51</u>	

**EXHIBIT B**  
**CECIL B. DE MILLE PRODUCTIONS, INC.**  
**PROFIT AND LOSS STATEMENT**

Sch	1924	1925	1926	1927	1928	1929
	Income Taxable)					
6	\$ 2,432.12	2,538.98	24,471.74	2,166.28	616,191.96	102,483.22
7	37,993.41	28,690.39	25,935.55	28,237.87	33,442.48	.....
8	351,629.00	256,310.00	234,000.00	248,000.00	309,652.99	150,000.00
	2,709.41	2,181.04	13,061.76	14,497.30	15,655.48	32,115.50
8	.....	308,503.03	387,086.06	39,930.68	108,571.73	293,481.77
	1,616.20	2,024.04	115.00	1,273.31	5,629.55	2,644.31
	391,515.90	600,247.48	684,240.11	334,105.44	1,022,259.23	375,758.36
	Gross Taxable Income					



EXHIBIT B (Cont.)  
 CECIL B. DE MILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS STATEMENT

	1924	1925	1926	1927	1928	1929
Non-Taxable Income						
Dividends .....	4,924.41	17,063.76	21,499.66	25,761.79	33,594.82	41,129.70
Interest .....	142.50	95.00	49.14	728.67	1,227.16	1,954.64
	<u>5,066.91</u>	<u>17,158.76</u>	<u>21,548.80</u>	<u>26,490.46</u>	<u>34,821.98</u>	<u>43,084.34</u>
Unallowable Deductions						
Kitchen Expense (1/4 of total).....				857.30	902.35	809.50
Life Insurance Prem.....					17,274.50	4,185.13
Contributions and Personal.....		275.00	242.85	2,603.00	9,500.00	130.00
Federal Income Tax Paid.....	18,116.32	12,807.19	52,075.82	69,956.42	22,108.99	85,979.30
	<u>18,116.32</u>	<u>13,082.19</u>	<u>52,318.67</u>	<u>73,416.72</u>	<u>49,785.84</u>	<u>91,103.93</u>
Net Income .....	<u>\$ 90,483.06</u>	<u>404,699.88</u>	<u>461,739.22</u>	<u>94,180.32</u>	<u>701,530.53</u>	<u>1,256,550</u>

[581]

## PETITIONER'S EXHIBIT 2

## EXHIBIT B-1 to Petitioner's Exhibit No. 2.

1924

The item of \$351,629.00, under "Income" opposite "Contracts", represents \$6,731.00 per week for 52 weeks (and a fraction of a week).

1925

The item of \$256,310.00, under "Income" opposite "Contracts", represents \$6,731.00 per week for 10 weeks from Famous Players Laskey and \$4,500.00 per week for 42 weeks from Cecil B. deMille Pictures Corporation.

1926

The item of \$234,000.00, under "Income" opposite "Contracts", represents \$4,500 per week for 52 weeks from Cecil B. deMille Pictures Corporation.

1927

The item of \$248,000.00, under "Income" opposite "Contracts", represents \$4,500 per week for 24 weeks and \$5,000 per week for 28 weeks.

1928

The item of \$309,652.99, under caption "Income" opposite "Contracts" represents \$5,000 per week for 18 weeks; \$833.35 for 1 day at the rate of \$5,000 per week; \$50,000 received in settlement of cancellation of contract with Pathe Exchange, Inc.; equipment of the value of \$100,000 and cash surrender value of insurance policies \$18,819.64 also received in connection with cancellation of said Pathe Ex-



change, Inc. contract; and \$5,000 per week for 10 weeks under Metro-Goldwyn Mayer Corporation contract.

1929

The item of \$150,000, under "Income" opposite "Contracts", represents \$5,000 per week for 30 weeks. [582]

## EXHIBIT "C"

## CECIL B. DEMILLE PRODUCTIONS, INC.

## STATEMENT OF FUNDS PROVIDED AND APPLICATION

Funds Provided	1924	1925	1926	1927	1928	1929
Net Income (Exh. "B")	\$ 90,483.06	404,699.88	461,739.22	94,180.32	701,530.33	1,256.50
Add: (Non-cash items)						
Depreciation (Less fully depreciated items charged to Reserves)	18,106.56	19,669.17	17,168.85	13,108.62	11,729.68	21,964.52
Amortization	53,740.16	37,814.40	21,693.85	500.00	500.00	.....
Accrued Income (Decrease)	.....	.....	301,407.83	8,142.58	.....	.....
Accrued Expenses (Increase)	.....	38.32	.....	.....	.....	.....
	<u>162,329.78</u>	<u>462,221.77</u>	<u>802,009.75</u>	<u>115,931.52</u>	<u>713,760.01</u>	<u>23,221.02</u>
Deduct: (Non-cash items)						
Accrued Expenses (Decrease)	1,982.24	.....	1,358.72	.....	.....	.....
Accrued Income (Increase)	.....	309,550.41	.....	.....	.....	.....
Net Cash Income	<u>160,347.54</u>	<u>152,671.36</u>	<u>800,651.03</u>	<u>115,931.52</u>	<u>713,760.01</u>	<u>23,221.02</u>

EXHIBIT "C" (Cont.)

CECIL B. DEMILLE PRODUCTIONS, INC.

STATEMENT OF FUNDS PROVIDED AND APPLICATION

Funds Provided	1924	1925	1926	1927	1928	1929
<b>Application</b>						
Increase or Decrease in assets						
Real Estate .....	129,501.81	13,966.26	39,267.85	68,075.28	83,809.93	134,628.36
Personal Property .....	5,318.13	2,224.61	13,366.79	3,829.90	5,457.70	15,672.11
Life Insurance .....	.....	5,392.00	2,742.00	5,392.00	25,927.00	15,548.00
Stocks and Bonds.....	46,548.20	94,697.32	405,179.49	83,846.94	362,627.80	57,181.24
Cash Funds .....	17,210.53	27,636.82	111,994.29	13,487.60	73,815.14	146,356.95
Notes and Accounts Receivable.....	10,506.24	31,584.94	162,943.29	793.23	146,242.02	192,110.37
Picture Rights .....	2,500.00	4,000.00	.....	.....	.....	475.00
<b>Increase or Decrease in Liabilities</b>						
Notes and Mortgages and Accounts Payable	185,572.43	116,228.31	735,493.71	167,765.15	697,879.59	177,751.29
<b>Net Increase or Decrease.....</b>	<b>156,347.54</b>	<b>148,671.36</b>	<b>761,651.03</b>	<b>75,931.52</b>	<b>657,760.01</b>	<b>24,778.98</b>
Dividends Paid .....	4,000.00	4,000.00	40,000.00	40,000.00	56,000.00	48,000.00
<b>Total .....</b>	<b>\$160,347.54</b>	<b>152,671.36</b>	<b>800,651.03</b>	<b>115,931.52</b>	<b>713,760.01</b>	<b>23,221.02</b>

## SCHEDULE 1

Cecil B. DeMille Productions, Inc.

## ACCOUNTS AND NOTES RECEIVABLE

	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	12/31/29
Roy F. Burns.....	\$ .....	.....	.....	.....	1,240.00	740.00
Salt River Valley Land Co.....	.....	.....	.....	.....	4,680.17	3,400.00
August Fyhn or J. C. Hanson.....	.....	.....	.....	.....	7,500.00	6,240.44
Otto Busch .....	500.00	500.00	.....	.....	.....	.....
Ed McNeary (Funds).....	200.00	200.00	200.00	200.00	200.00	200.00
Jeanie McPherson .....	533.92	532.92	.....	1,200.50	900.00	1,800.00
C. B. DeMille (Open a/c).....	614.36	1,710.07	1,878.19	469.37	4,371.56	.....
Frederick Hilpert .....	.....	.....	.....	8,000.00	8,000.00	8,000.00
Kenneth Lyne .....	.....	.....	.....	6,000.00	.....	.....
A. G. King .....	.....	.....	.....	4,000.00	8,450.00	4,189.17
Sylvia Ashton .....	4,224.51	.....	.....	.....	.....	.....
Royal Dairy Products.....	.....	.....	.....	.....	23,250.00	24,769.89
Rudolph Berliner .....	4,150.00	4,450.00	4,450.00	4,450.00	.....	50.00
C. O. Raynsford .....	.....	.....	.....	4,471.66	4,224.42	3,609.14
P. E. Clagett .....	300.00	.....	.....	.....	.....	.....
C. B. DeMille.....	5,000.00	10,000.00	113,400.00	65,400.00	25,900.00	10,900.00

## SCHEDULE 1 (Cont.)

	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	12/31/29
Jackie Coogan Productions.....	4,862.50	.....	.....	.....	.....	.....
Metro-Goldwyn-Mayer.....	.....	.....	.....	.....	40,000.00	.....
E. F. Hutton & Co.....	.....	.....	.....	.....	100,000.00	.....
Pelton Mtg.....	900.00	725.00	.....	.....	.....	.....
Julia Faye.....	.....	6,900.00	5,400.00	11,441.68	5,357.87	5,357.87
Nuestra Inv. Co.....	.....	28,251.93	.....	.....	.....	.....
Schildkraut.....	.....	1,000.00	.....	.....	.....	.....
Calif. Air Construction.....	.....	.....	.....	.....	13,000.00	.....
S. G. Pouty.....	.....	.....	1,500.00	1,500.00	.....	.....
E. K. Adams.....	.....	.....	250.00	250.00	250.00	.....
A. & E. Burkowitz.....	.....	.....	35,000.00	.....	.....	.....
Wm. Bragaw.....	.....	.....	2,500.00	2,500.00	2,500.00	2,500.00
M. L. Leisen.....	.....	.....	.....	2,194.37	1,293.38	457.68
Royalties Accrued.....	.....	308,503.03	6,864.23	.....	.....	.....
Rentals Accrued.....	66.75	1,047.38	1,278.35	.....	.....	.....
R. A. & J. Dowan.....	.....	.....	3,369.35	2,528.69	.....	.....
G. H., B. and J. H. Flebbe.....	.....	.....	9,750.00	9,200.19	12,167.00	13,167.00
Fred Geissler.....	.....	.....	7,000.00	6,297.78	.....	.....
Bessie McGaffey.....	.....	.....	4,929.55	4,233.91	3,507.27	2,813.89
J. & M. Miller.....	.....	.....	1,202.84	3,767.35	.....	.....

## SCHEDULE 1 (Cont.)

	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	12/31/29
Alice Rose .....			10,253.50	8,896.89	9,285.39	
Hy Stockridge .....			1,000.00			
F. C. Van Deirse .....			15,000.00	15,000.00	15,000.00	15,000.00
Popular Theatres .....				445.40		
Emma Dunn .....				250.00	250.00	
F. M. Andreani or J. L. Danziger .....				25,970.00	29,587.15	27,894.09
Elias-Katz Shoe Co. or San Pedro Realty Co. ....				30,000.00	19,250.00	11,000.00
Roosevelt Irrigation District .....					20,000.00	
Miscellaneous .....	1,513.94	180.00	310.78	458.39	4,265.25	30,229.92
	<u>\$22,865.98</u>	<u>364,001.33</u>	<u>225,536.79</u>	<u>218,187.44</u>	<u>364,429.46</u>	<u>172,319.09</u>

[584]

SCHEDULE 2

Cecil B. DeMille Productions, Inc.

STOCKS AND BONDS

	12/31/23	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	21/31/29
<b>Stocks</b>							
Union Pacific Railway Co.....	.....	.....	.....	.....	.....	.....	20,235.00
Famous Players Lasky.....	4,019.86	11,542.36	.....	.....	.....	.....	.....
Boston Food Products.....	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00	2,500.00
Cent. Inv. Co.....	26,700.00	26,700.00	26,700.00	26,700.00	26,700.00	26,700.00	26,700.00
Cent. Garage.....	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00
L. A. Speedway Corp.....	5,250.00	175.00	.....	.....	.....	.....	.....
Theatre Magazine Co.....	500.00	500.00	500.00	500.00	500.00	500.00	500.00
Hollywood Hospital Co.....	2,500.00	.....	.....	.....	.....	.....	.....
Commercial National Bank.....	2,500.00	.....	.....	.....	.....	.....	.....
Bancitaly Corp. ....	1,250.00	1,250.00	1,250.00	70,281.25	83,882.40	.....	.....
Bank of Italy.....	.....	.....	.....	83,940.07	108,334.12	.....	.....
Federal Trust & Savings Bank.....	5,400.00	.....	.....	.....	.....	.....	.....
L. A. Income Prop.....	21,666.66	33,200.00	.....	.....	.....	.....	.....
The Phoenix Corp.....	.....	5,001.54	.....	.....	.....	.....	.....
Americommercial Co. ....	.....	7,705.82	15,905.82	.....	.....	.....	.....
Elias-Katz Shoe Co.....	.....	1,000.00	1,000.00	6,000.00	11,000.00	11,000.00	11,000.00

## SCHEDULE 2 (Cont.)

	12/31/23	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	21/31/29
Klag Bay Milling Co.....	.....	3,000.00	3,000.00	.....	.....	.....	.....
Pioneers Pac. Worsted.....	.....	10,000.00	10,000.00	13,000.00	13,000.00	13,000.00	.....
Southern Glass Co.....	.....	10,000.00	10,000.00	12,000.00	13,000.00	13,000.00	13,000.00
Cinema Corp.....	.....	.....	50,000.00	50,000.00	.....	.....	.....
Elec. Products Corp.....	.....	.....	5,000.00	5,990.00	7,190.00	.....	.....
L. A. Homebuilders.....	.....	.....	1,000.00	1,000.00	1,000.00	.....	.....
Marine Packing Co.....	.....	.....	10,000.00	8,215.00	8,215.00	.....	.....
North American Theatres.....	.....	.....	11,250.00	11,250.00	22,500.00	6,500.00	4,500.00
Production International.....	.....	.....	2,000.00	5,000.00	4,300.00	.....	.....
Vine St. Holding Corp.....	.....	.....	63,566.22	65,759.33	67,835.64	80,444.86	80,444.86
Bellingham Dev. Co.....	.....	.....	.....	5,000.00	5,000.00	5,000.00	5,000.00
Calif. Air Construction Co.....	.....	.....	.....	10,000.00	10,000.00	.....	.....
California Petroleum Co.....	.....	.....	.....	6,070.00	.....	.....	.....
Van de Kamp.....	.....	.....	.....	.....	.....	3,100.00	3,300.00
Central Business Prop.....	.....	.....	.....	25,000.00	25,000.00	25,000.00	25,000.00
Consolidated Royalties Oil.....	.....	.....	.....	3,000.00	3,000.00	.....	.....
Federal Bldg. Co.....	.....	.....	.....	5,000.00	.....	.....	.....
First National Bank.....	.....	.....	.....	20,000.00	.....	.....	.....
Golden State Theatre & Realty Co.....	.....	.....	.....	14,990.00	14,990.00	20,790.00	20,790.00
Happiness Candy Stores.....	.....	.....	.....	6,625.00	.....	.....	.....
E. F. Hutton & Co. (Margin A/c).....	.....	.....	.....	25,210.51	9,522.96	138,308.91	97,407.67



## SCHEDULE 2 (Cont.)

	12/31/23	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	21/31/29
Barneson & Co. (Margin A/c).....	.....	.....	.....	.....	.....	84,666.18	.....
Julian Merger Mines.....	.....	.....	.....	2,000.00	.....	.....	.....
Katz Bay Mining Co.....	.....	.....	.....	3,000.00	.....	.....	.....
Kiotana Hotel Undertaking.....	.....	.....	.....	6,250.00	6,250.00	6,250.00	2,500.00
Metropolitan Mtg. Co.....	.....	.....	.....	11,500.00	11,500.00	11,500.00	11,500.00
Northern Pac. Ry.....	.....	.....	.....	7,272.50	14,795.00	14,795.00	.....
Pacific Indem. Co.....	.....	.....	.....	15,000.00	15,000.00	15,000.00	10,000.00
Pine Hills, Inc.....	.....	.....	.....	10,000.00	10,000.00	10,000.00	10,000.00
Std. Oil Co. of Kan.-Ind.-Ky.....	.....	.....	.....	2,100.00	.....	20,240.00	28,759.38
“ “ “ California .....	.....	.....	.....	6,222.50	5,552.50	5,522.50	5,522.50
Forward .....	82,036.52	122,574.72	223,672.04	556,376.16	510,537.62	98,102.27	193,844.07

[585]

## SCHEDULE 2

Cecille B. DeMille Productions, Inc.

## STOCKS AND BONDS

	12/31/23	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	21/31/29
Stocks							
Brought Forward .....	\$82,036.52	122,574.72	223,672.04	556,376.16	510,537.62	98,102.27	193,844.07
Alaska Juneau .....	.....	.....	.....	.....	.....	13,687.50	.....
Stereoscopic Camera Co.....	.....	.....	.....	2,000.00	2,000.00	.....	.....
Tidewater Assoc. Oil Co.....	.....	.....	.....	9,750.00	.....	.....	.....
Wire Wheel Corp.....	.....	.....	.....	.....	.....	3,222.50	.....
United Verde Extension.....	.....	.....	.....	5,847.50	5,847.50	.....	.....
California Funding Co.....	.....	.....	.....	.....	1,000.00	1,000.00	1,000.00
B. H. Dyas Corp.....	.....	.....	.....	.....	10,000.00	10,000.00	10,000.00
Fairways, Inc. ....	.....	.....	.....	.....	5,000.00	5,500.00	.....
New Monte Cristo Min. Co.....	.....	.....	.....	.....	2,000.00	.....	.....
Pac. Mutual Life Ins. Co.....	.....	.....	.....	.....	17,500.00	17,500.00	18,500.00
Pathe Exchange Inc.....	.....	.....	.....	.....	65,000.00	.....	.....
Salt River Valley Lands Inc.....	.....	.....	.....	.....	29,875.68	29,272.49	29,303.42
United Bank & Tr. Co.....	.....	.....	.....	.....	17,035.00	.....	.....
Wesco Corp. ....	.....	.....	.....	.....	6,200.00	.....	.....

SCHEDULE 2 (Cont.)

	12/31/23	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	21/31/29
Richfield Oil Co.....	.....	.....	.....	.....	.....	4,907.50	6,476.25
Amer. Snuff .....	.....	.....	.....	.....	.....	16,730.00	16,730.00
Am. Tel. & Tel.....	.....	.....	.....	.....	.....	19,411.70	19,411.70
Armour of Ill.....	.....	.....	.....	.....	.....	8,697.50	.....
Assoc. Realty Owners.....	.....	.....	.....	.....	.....	1,000.00	1,000.00
Bank of America.....	.....	.....	.....	.....	.....	20,475.00	13,650.00
Chandler Motor Co.....	.....	.....	.....	.....	.....	2,768.93	.....
Fleishman Yeast .....	.....	.....	.....	.....	.....	8,660.00	.....
Otis Steel .....	.....	.....	.....	.....	.....	13,322.00	9,874.50
Rio Grande .....	.....	.....	.....	.....	.....	103,985.00	8,031.01
Transamerica .....	.....	.....	.....	.....	.....	216,125.21	66,117.32
Canadian Pac. Co.....	.....	.....	.....	.....	.....	21,235.00	20,566.00
Claude Neon Elec. Prod.....	.....	.....	.....	.....	.....	7,190.00	10,238.80
Consolidated R. R. of Cuba.....	.....	.....	.....	.....	.....	7,522.50	.....
Fokker Airplane .....	.....	.....	.....	.....	.....	5,000.00	3,500.00
General Motors .....	.....	.....	.....	.....	.....	19,480.00	3,820.00
Hudson Manhattan Ry Co.....	.....	.....	.....	.....	.....	14,634.30	.....
California Packing .....	.....	.....	.....	.....	.....	7,810.00	.....
Owens Bottle .....	.....	.....	.....	.....	.....	18,420.00	.....
Packard Motor Co.....	.....	.....	.....	.....	.....	29,510.00	.....

## SCHEDULE 2 (Cont.)

	12/31/23	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	21/31/29
Sinclare Oil Corp.....	.....	.....	.....	.....	.....	45,022.50	.....
U. S. Cast Iron.....	.....	.....	.....	.....	.....	96,976.00	.....
Universal Consolidated .....	.....	.....	.....	.....	.....	25,180.00	26,886.19
Inland Steel .....	.....	.....	.....	.....	.....	7,197.50	7,197.50
St. Louis & S. W.....	.....	.....	.....	.....	.....	4,442.53	.....
Maddux Air Lines.....	.....	.....	.....	.....	.....	11,000.00	.....
Merchants Nat'l Bank.....	.....	.....	.....	.....	.....	24,035.00	.....
National Royalties Co.....	.....	.....	.....	.....	.....	5,000.00	5,000.00
Packard Motor Co.....	.....	.....	.....	.....	.....	9,260.00	9,260.00
So. Calif. Edison.....	.....	.....	.....	.....	.....	5,160.00	5,410.00
So. Pac. Ry. Co.....	.....	.....	.....	.....	.....	12,025.00	12,025.00
Total Stocks .....	<u>\$82,036.52</u>	<u>122,574.72</u>	<u>223,672.04</u>	<u>573,973.66</u>	<u>671,995.80</u>	<u>970,467.93</u>	<u>497,841.76</u>

[586]





## SCHEDULE 2 (Cont.)

Cecil B. DeMille Productions, Inc.

## STOCKS AND BONDS

	12/31/23	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	12/31/29
Bonds and Miscellaneous							
Sundry							13,478.18
Prudence Corp.	\$ 3,000.00	3,000.00	3,000.00				
Republic of Bolivia	1,008.78	1,008.78	1,008.78	1,008.78	1,008.78	6,096.28	5,078.78
Grauman's Hollywood Theater	5,000.00	5,000.00					
City of Pasadena	2,021.20	2,021.20	2,021.20	2,021.20	2,021.20	2,021.20	2,021.20
Lankershim Syndicate		2,610.00	2,610.00	2,845.04		750.00	
N. E. Subdivision		400.00					250.00
Trustees Dev. Ass'n		2,000.00					
San Joaquin Oil Synd.		1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Navajo Oil Co.			1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Golden States Milk Co.				4,937.50	4,937.50	4,937.50	4,937.50
Harriman Bldg.				5,000.00	5,000.00	5,000.00	5,000.00
Hearst				8,080.00			
Key System Transit Co.				9,725.00	8,725.00	9,725.00	
Pan. Am. Oil Co.				4,975.00			
Strauss Am. Ins. Un. Bldg.				5,000.00	5,000.00	5,000.00	5,000.00
State of Cal. Harbors				4,931.25	4,931.25	4,931.25	4,931.25

## SCHEDULE 2 (Cont.)

	12/31/23	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	12/31/29
Washington St. Improv.....	.....	.....	.....	10,406.58	9,365.95	8,325.32	7,284.69
Kingdom of Italy.....	.....	.....	.....	4,587.50	.....	.....	.....
L. A. Electric Plant.....	.....	.....	.....	.....	5,352.97	5,352.97	5,352.97
Club Memberships.....	.....	.....	.....	.....	2,000.00	2,000.00	2,000.00
Atlantic Gulf.....	.....	.....	.....	.....	.....	3,897.50	3,897.50
C. M. & St. P. Ry.....	.....	.....	.....	.....	.....	3,854.55	3,854.55
Int. Tel. & Tel.....	.....	.....	.....	.....	.....	1,865.00	4,705.60
No. Am. Water Works.....	.....	.....	.....	.....	.....	9,850.00	9,850.00
Pac. Public Service.....	.....	.....	.....	.....	.....	4,937.50	.....
St. L. & S. F. Railway.....	.....	.....	.....	.....	.....	4,640.63	4,587.50
Beverly Hills Imp. Disct.....	.....	.....	.....	.....	.....	5,333.34	5,333.34
L. A. Bridge—Viaduct.....	.....	.....	.....	.....	.....	10,152.78	10,152.78
U. S. Treas. Cert.....	.....	.....	.....	.....	.....	4,987.50	5,007.81
Republic of Peru.....	.....	.....	.....	.....	.....	1,820.00	.....
Saxon Public Works.....	.....	.....	.....	.....	.....	5,020.00	5,020.00
National Royalties.....	.....	.....	.....	.....	.....	3,000.00	3,487.32
Total Bonds, etc.....	\$11,029.98	17,039.98	10,639.98	65,517.85	51,342.65	115,498.32	113,230.97
Stocks (Per Prev. Page).....	82,036.52	122,574.72	223,672.04	573,973.66	671,995.80	970,467.93	1,029,916.52
Total Stocks and Bonds.....	\$93,066.50	139,614.70	234,312.02	639,491.51	723,338.45	1,085,966.25	1,143,147.49



## SCHEDULE 3

Cecil B. DeMille Productions, Inc.

## REAL ESTATE

	12/31/23	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	12/31/29
Kingsley Drive .....							34,593.22
Highland Ave. 1/2 Int.....	\$28,500.01	28,500.01	28,607.72	28,607.72	70,451.65	70,569.25	70,569.25
Sunset Boulevard Int.....	25,757.80	25,759.05	25,922.06	25,922.06	25,922.06	25,922.06	64,116.45
Hollywood Boulevard Int.....	30,150.00	30,150.00	30,150.00	30,227.68	30,227.68	30,227.68	89,735.26
Sunset and Cahuenga 1/24th.....	2,583.35	7,583.35	7,621.41	7,621.41	7,621.41	7,640.16	
Vine Street 7/18th.....	26,444.45	26,703.82	26,770.92	26,770.92	26,770.92	22,104.25	22,239.05
Lankershim 9/40th .....	13,500.00						
Laughlin Park .....	222,072.87	223,446.64	223,446.64	207,920.35	198,185.23	190,404.65	192,174.23
N. Est. Subdivision .....	8,000.00						
Fernangeles Lots .....		7,923.57	7,923.57	7,923.57	7,923.57	7,923.57	8,019.87
Ventura Boulevard .....		2,468.51	6,303.66	5,185.99	3,203.99	3,203.99	3,203.99
Zeus Ranch .....		30,102.95	34,102.95	34,102.95	34,102.95	34,102.95	34,102.95
Wyatt Ranch .....		22,014.02	25,014.02	25,014.02	25,014.02	26,423.90	33,802.75
Vine St. Theatre.....		81,858.37					
Cereghino Ranch .....			5,020.50	5,020.50	5,020.50	5,020.50	5,020.50
Hunter Ranch .....			49,571.10	50,021.90	50,465.00	50,465.00	50,465.00

## SCHEDULE 3 (Cont.)

	12/31/23	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	12/31/29
Olmstead Ranch .....	.....	.....	30,022.00	30,022.00	30,022.00	30,022.00	30,022.00
Oakhurst Drive .....	.....	.....	.....	8,500.00	12,426.16	.....	.....
Observatory Ave. ....	.....	.....	.....	19,883.33	19,883.33	19,964.09	20,063.99
Wyckoff Land .....	.....	.....	.....	27,000.00	32,220.20	32,887.74	33,121.67
Craighurst .....	.....	.....	.....	.....	28,359.01	31,614.41	31,614.41
Ivar Ave. ....	.....	.....	.....	.....	.....	22,500.00	22,759.97
Royal Palms Apt.....	.....	.....	.....	.....	.....	76,445.86	76,445.86
Veteran Ave. ....	.....	.....	.....	.....	.....	4,187.55	4,187.55
Total .....	\$357,008.48	486,510.29	500,476.55	539,744.40	607,819.68	691,629.61	826,257.97

[589]

SCHEDULE 4  
 CECIL B. DEMILLE PRODUCTIONS, INC.

NOTES AND MORTGAGES

	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	12/31/29
Adams, Ella K.....	\$ 2,000.00	500.00	.....	.....	.....	.....
Bancitaly (Bal. Due on Pur. of Stock) .....	.....	.....	.....	29,410.00	22,210.00	.....
Bank of Italy.....	21,250.00	18,750.00	13,750.00	72,500.00	55,000.00	200,000.00
Brown, Ira D.....	7,500.00	6,000.00	4,500.00	3,000.00	1,500.00	.....
Beveridge, Ida .....	10,000.00	10,000.00	.....	.....	.....	.....
Cereghino C. & M. L.....	.....	3,500.00	3,500.00	3,500.00	.....	.....
DeMille, C. B.....	45,000.00	.....	.....	.....	.....	83,000.00
Federal Tr. & Sav. Bank.....	.....	.....	10,000.00	10,000.00	10,000.00	20,000.00
Hunter, J. A.....	.....	37,148.50	37,148.50	37,148.50	37,148.50	37,148.50
Lee, Don .....	.....	300.00	.....	.....	24,690.00	33,090.00
Live Ins. Companies.....	.....	.....	.....	.....	.....	.....
Morgan Adams Inc.....	19,444.45	19,444.45	.....	.....	.....	.....
Olmstead, N. E.....	.....	17,500.00	15,000.00	15,000.00	12,000.00	12,000.00
Norge Pac. Co.....	.....	.....	.....	.....	.....	1,295.97
Pacific Mutual Life Ins. Co.....	60,000.00	55,000.00	35,000.00	35,000.00	35,000.00	35,000.00
Royal Palms Mortgage.....	.....	.....	.....	.....	50,000.00	49,000.00
Sec. Tr. & Sav. Bank.....	.....	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00
Title Ins. & Trust Co.....	15,000.00	.....	.....	.....	.....	.....
Weinblatt, Jos. ....	21,000.00	.....	.....	.....	7,500.00	7,500.00
Wolfe, Ira L.....	.....	.....	128,898.50	215,558.50	265,048.50	488,034.47

## SCHEDULE 5

## CECIL B. DEMILLE PRODUCTIONS, INC.

## ACCOUNTS PAYABLE

	12/31/24	12/31/25	12/31/26	12/31/27	12/31/28	12/31/29
Central Business Properties.....\$			18,750.00	17,500.00	17,500.00	
Consolidated Cleaners .....						125.00
Fernangeles Synd. ....				7,750.00		
Faye, Julia .....	1,700.00					
Karr, Cotton & Co.....				718.76		
Krotona Hotel .....			3,750.00	3,750.00	3,750.00	
Los Angeles Home Builders, Inc.		600.00				
McCarthy, Neil S.....	10,100.00					
Property Accounts						
(Accrued Exp.) .....	308.50	2,116.95	281.56	407.38	357.29	1,026.59
Runyan, Chas. ....			22.50	42.50		
Salt River Valley Land .....				309.07		
Weber, C. F. & Co.....				500.00		
	<u>\$ 12,108.50</u>	<u>2,716.95</u>	<u>22,804.08</u>	<u>30,977.71</u>	<u>21,607.29</u>	<u>1,151.59</u>

[591]

CECIL B. de MILLE PRODUCTIONS, INC.  
 PROFIT OR LOSS ON SALE OF SECURITIES

YEAR 1925

Sale of Capital Assets

Stock

Famous Players-Lasky—Gain .....	\$ 7,796.64
L. A. Income Properties—Loss .....	\$ 4,150.00
Phoenix Corporation .....	1,107.66
	\$ 2,538.98
	\$ 2,538.98

YEAR 1926

Stock and Bond Transactions

Prudence Corporation Bonds

Sold 3 M for .....	3,090.00
Cost .....	3,000.00
	90.00

Bancitaly

Sold 500 shares for .....

Cost .....	39,383.75
	34,550.00
	4,833.75

Julian Petroleum Corporation

Sold 4,000 shares for .....

Cost .....	81,531.25
	61,375.00
	20,156.25

Gross Profit .....

25,080.00

Bank of Italy		
Margin Account loss.....		252.00
E. F. Hutton Co.		
Margin Credit.....	1,829.27	
Margin Debit.....	1,718.01	111.26
Loss on Margin.....		363.26
Inter-Continental Rubber		
500 shares cost.....	7,112.50	
Sold for.....	6,867.50	245.00
Less Losses .....		608.26
Net Profit.....		<u>\$24,471.74</u>

YEAR 1927

Sales—Stocks

Bancitaly .....	Gain	27,506.49
Bank of Italy .....	“	14,236.80
First National Bank .....	“	1,644.50
United Bank & Tr. Co. ....	“	2,579.50
Pathe Margin at Denver .....	“	3,575.95
<hr/>		
Barneson & Co. ....	Loss	49,543.24
Calif. Petroleum Co. ....	“	2,295.78
Happiness Candy Founders .....	“	917.00
Hutton & Co. ....	“	1,540.00
Klag Bay Mining Co. ....	“	37,327.33
Standard Oil Co. of Calif. ....	“	3,000.00
“ Kansas .....	“	774.00
Tide Water Asso. Oil .....	“	386.35
		1,026.50
<hr/>		

2,276.28

[592]

Net Profit on Stock Sales.....

47,266.96

Forward .....	2,276.28
Sales—Bonds	
Pan American Loss.....	287.50
Kingdom of Italy.....	177.50
	<hr/>
Net Loss on Bond Sales.....	110.00
	<hr/>
Net Gain on Sales of Securities.....	2,166.28
NOTE: Dividends received on Margin a/c were credited to Dividends as follows:	
Hutton & Co.....	3,787.50
Barneson & Co.....	1,000.00
	<hr/>
Interest received on Hutton & Co. was credited to Int. Rec.....	4,787.50 91.83
	<hr/>
Sundry adjustments were charged to the accounts \$1.25 & \$.25.....	4,879.33 1.50
	<hr/>
Addl. cr. due to stock sales which added to net profit above.....	4,877.83 2,276.28
	<hr/>
Total Profit due Stock Trans.....	7,154.11
	<hr/>



YEAR 1928

	No. Shs.	Cost	Sale	Loss	Profit
<b>Profit on Sale of Stocks and Bonds</b>					
<b>H. J. Barneson &amp; Company—Margin a/c:</b>					
Nov. 2 Chandler Motors .....	200	5,537.86	4,672.00	865.86	.....
26 " .....	400	11,075.71	11,894.00	.....	818.29
July 19 Interl. Nickle .....	100	8,847.50	9,276.50	.....	429.00
Apr. 23 Merchants Natl. Bank .....	100	16,975.00	19,014.50	.....	2,039.50
Oct. 3 Otis Steel .....	100	2,372.50	2,886.00	.....	513.50
Sept. 17 Rio Grande .....	400	31,290.00	36,858.00	.....	5,568.00
Oct. 3 Studebaker Motors .....	100	7,972.50	7,923.50	49.00	.....
Oct. 31 Universal Lf. Tob. ....	100	8,010.00	8,073.50	.....	63.50
Aug. 29 Victor Talking Mch. ....	100	9,510.00	10,671.00	.....	1,161.00
Nov. 22 " .....	100	12,880.00	13,466.00	.....	586.00
Sept. 27 Wm. Wrigley .....	100	8,372.50	7,273.50	1,099.00	.....
Int. for 12 months .....		1,234.15	.....	1,234.15	.....
Totals .....		124,077.72	132,008.50	3,248.01	11,178.79
Less loss .....		.....	.....	.....	3,248.01
Profit on Marginal Transactions .....		.....	.....	.....	7,930.78
<b>Aug. 31 Pathe Ex. Del. for Sale.....</b>					
Sept. 30 " .....	5700	2,831.79	37,409.50	.....	34,577.71
Gain on Stock Del. for Sale .....	4500	2,235.63	32,682.50	.....	30,446.87
Gain on Marginal Transactions .....		5,067.42	70,092.00	.....	65,024.58
Net Gain on account of Barneson sales .....		.....	.....	.....	7,930.78
					72,955.36

## SCHEDULE 6 (3)

	No. Shs.	Cost	Sale	Loss	Profit
<b>Wilcox-Drake &amp; Co.—Margin a/c</b>					
Sept. 13 National Cash Reg.	500	43,425.00	44,617.50	.....	1,192.50
Oct. 31 Southern Calif. Ed.	200	10,155.00	9,601.48	553.52	.....
Nov. 1 "	150	7,616.25	7,211.74	404.51	.....
Nov. 5 "	150	7,616.25	7,333.98	282.27	.....
Int. for 12 months.....		97.71	.....	97.71	.....
<b>Totals</b> .....		68,910.21	68,764.70	1,338.01	1,192.50
Less Gain .....				1,192.50	
<b>Net Loss on marginal transactions</b> .....				<u>145.51</u>	
<b>Hutton &amp; Co.—Margin a/c</b>					
July 9 Alaska Juneau	300	1,500.00	936.30	563.70	.....
9 "	200	1,000.00	624.20	375.80	.....
10 "	200	1,000.00	724.20	275.80	.....
11 "	200	1,000.00	674.20	325.00	.....
Oct. 12 "	1000	6,137.50	8,971.00	.....	2,833.50
May 25 Allis Chalmers	100	12,325.00	12,731.00	.....	46.00
25 American Can Co.	100	9,047.50	9,164.00	.....	116.50
Sept. 25 "	200	22,025.00	21,248.00	777.00	.....

	No. Shs.	Cost	Sale	Loss	Profit
July 11 American Smelting .....	100	19,130.00	18,816.00	314.00	.....
June 19 American Steel Fdry. ....	100	6,267.50	5,173.50	1,094.00	.....
July 11 " .....	100	6,267.50	5,248.50	1,019.00	.....
14 " .....	300	18,802.50	15,620.50	3,183.00	.....
May 25 American Tel. & Teleg. ....	100	19,092.50	20,161.00	.....	268.50
June 19 " .....	100	20,135.00	17,578.50	2,556.50	.....
Apr. 23 Anaconda Copper .....	500	34,612.50	33,940.00	672.50	.....
June 19 " .....	100	6,585.00	6,250.00	334.50	.....
Sept. 7 " .....	200	14,645.00	14,976.00	.....	331.00
Aug. 30 Armour Packing Co. ....	200	4,220.00	4,153.00	67.00	.....
Apr. 5 Atlantic Gulf & Wi. ....	400	14,977.50	15,956.50	.....	979.00
9 " .....	100	4,222.50	4,586.00	.....	363.50
July 11 Bancitaly .....	100	14,492.50	11,699.00	2,793.50	.....
11 " .....	100	14,492.50	11,474.00	3,018.50	.....
13 " .....	300	43,477.50	33,398.25	10,079.25	.....
Sept. 17 Barnsdale Oil .....	500	15,737.50	17,470.00	.....	1,732.50
Dec. 7 Bethlehem Steel .....	500	41,362.50	37,430.00	3,932.50	.....
10 " .....	100	7,535.00	7,773.50	.....	238.50
10 " .....	100	7,535.00	7,573.50	.....	38.50
10 " .....	100	7,535.00	7,473.50	61.50	.....

	No. Shs.	Cost	Sale	Loss	Profit
10	200	15,070.00	15,047.00	23.00	.....
26	200	16,045.00	16,947.00	.....	902.00
July 18	100	4,360.00	4,427.30	.....	67.30
19	100	21,322.50	19,566.00	1,756.50	.....
Aug. 21	100	11,225.00	12,358.50	.....	1,133.50
Oct. 13	100	13,280.00	13,091.00	189.00	.....
Nov. 2	200	11,632.50	12,704.80	.....	1,072.30
Aug. 21	200	22,825.00	23,167.00	.....	342.00
Feb. 7	100	5,710.00	6,575.50	.....	865.50
June 1	100	4,060.00	3,973.50	86.50	.....
Apr. 14	100	7,785.00	8,073.50	.....	288.50
July 10	300	37,547.50	38,898.00	.....	1,350.50
Apr. 17	500	75,150.00	94,670.00	.....	19,520.00
18	500	97,150.00	96,057.50	1,092.50	.....
May 4	400	76,545.00	79,276.00	.....	2,731.00
29	100	18,780.00	19,006.50	.....	226.50
		814,447.50	815,303.75	34,590.35	35,446.60

	No. Shs.	Cost	Sale	Loss	Profit
Brought Forward .....		814,447.50	815,303.75	34,590.35	35,446.60
Sept. 16 General Motors .....	300	61,942.50	62,542.00	.....	599.50
18 " .....	100	20,647.50	20,876.50	.....	229.00
18 " .....	100	19,580.00	20,864.00	.....	1,284.00
29 " .....	200	42,445.00	43,228.00	.....	783.00
Oct. 10 " .....	100	21,222.50	21,814.00	.....	591.50
18 " .....	100	21,860.00	22,164.00	.....	304.00
27 " .....	100	21,885.00	22,064.00	.....	179.00
Nov. 13 " .....	300	66,942.50	65,142.00	1,800.50	.....
Sept. 14 Gulf Mobile .....	100	10,625.00	10,071.00	554.00	.....
Apr. 26 Hudson Motors .....	500	41,850.00	41,992.50	.....	142.50
May 24 " .....	500	45,712.50	43,742.50	1,970.00	.....
Aug. 15 " .....	100	7,860.00	7,948.50	.....	88.50
Oct. 10 " .....	200	18,345.00	18,697.00	.....	352.00
18 " .....	200	18,245.00	18,547.00	.....	302.00
29 " .....	100	8,597.50	8,623.50	.....	26.00
May 25 Interl. Comb. Eng. ....	800	49,742.50	46,388.00	3,354.50	.....
Sept. 22 " .....	300	20,392.50	20,958.00	.....	565.50
Oct. 30 " .....	500	35,012.50	33,717.50	1,295.00	.....
Nov. 17 " .....	200	13,320.00	14,247.00	.....	927.00
June 19 Interl. Nickle .....	100	9,722.50	9,639.00	83.50	.....
May 25 Keith Albee .....	800	15,780.00	16,038.00	.....	258.00
July 5 " .....	200	4,432.50	3,872.00	560.50	.....

	No. Shs.	Cost	Sale	Lost	Profit
Aug. 21	"	100	8,072.50	99.00	.....
July 13	Kresge	100	7,572.50	645.40	.....
Aug. 31	Loose Wiles	200	15,095.00	15,353.00	258.00
Oct. 30	"	100	7,960.00	771.00	.....
Nov. 1	"	100	7,960.00	983.50	.....
Apr. 25	Mexican Seaboard	500	10,550.00	15,367.50	4,817.50
May 25	"	500	16,637.50	257.50	.....
June 28	"	5000R	3,750.00	3,149.25	.....
Aug. 29	"	200	5,870.00	73.00	.....
Sept. 24	"	100	3,135.00	3,198.50	63.50
June 19	Missouri Pacific	100	5,985.00	361.50	.....
Dec. 13	Packard Motors	200	29,860.00	30,839.20	979.20
13	"	100	14,530.00	15,469.60	939.60
Apr. 20	Radio Corp. of America	300	49,190.00	54,798.00	5,608.00
Dec. 10	"	100	29,340.00	28,956.00	384.00
May 18	Richfield Oil	600	27,035.00	30,196.50	3,161.50
25	"	300	15,617.50	14,479.50	1,138.00
June 19	"	1000	49,975.00	38,977.50	10,997.50
Sept. 25	"	200	9,545.00	9,853.00	308.00
Oct. 12	"	1000	50,975.00	54,015.00	3,040.00
30	"	1000	50,975.00	47,765.00	3,210.00
Dec. 10	"	200	9,795.00	8,853.00	942.00
11	"	200	9,795.00	9,153.00	642.00
11	"	100	4,897.50	4,676.50	221.00

	No. Shs.	Cost	Sale	Loss	Profit
Oct. 19 Republic Pet. Corp. ....	1000	1,245.00	1,229.80	15.20	.....
20 Schultzs Stores .....	100	5,786.05	5,248.50	537.55	.....
12 Sinclair Oil .....	200	8,620.00	8,822.00	.....	202.00
Nov. 1 " .....	500	22,350.00	22,192.50	157.50	.....
13 " .....	100	8,720.00	9,097.00	.....	377.00
Dec. 7 " .....	1000	45,225.00	40,735.00	4,490.00	.....
		1,926,673.55	1,915,222.70	73,283.25	61,832.40
					[595]
		1,926,673.55	1,915,222.70	73,283.25	61,832.40
Brought Forward .....					.....
Nov. 22 Telautograph .....	1000	22,153.50	17,985.00	4,168.50	.....
Dec. 7 Texas Pacific .....	500	10,175.00	9,948.00	227.00	.....
10 " .....	500	12,825.00	8,848.00	3,977.00	.....
Feb. 14 Tidewater Oil .....	1000	17,162.50	14,997.50	2,165.00	.....
Sept. 28 Union Carbide .....	100	18,930.00	18,466.00	464.00	.....
Dec. 7 U. S. Cast Iron Pipe .....	100	5,104.00	4,176.70	927.30	.....
10 " .....	100	5,104.00	3,876.70	1,227.30	.....
10 " .....	100	5,104.00	3,926.70	1,177.30	.....
10 " .....	200	10,208.00	7,728.40	2,479.60	.....
10 " .....	200	10,208.00	7,703.40	2,504.60	.....
10 " .....	100	5,104.00	3,876.70	1,227.30	.....

	No. Shs.	Cost	Sale	Loss	Profit
10	200	10,208.00	7,703.40	2,504.60	
10	300	15,312.00	11,630.10	3,681.90	
10	100	5,104.00	3,876.70	1,227.30	
10	100	5,104.00	4,076.70	1,027.30	
10	100	5,104.00	3,976.70	1,127.30	
10	200	10,208.00	7,853.40	2,354.60	
10	100	5,104.00	3,976.70	1,127.30	
11	100	5,104.00	4,076.70	1,027.30	
24	100	5,104.00	4,076.70	1,027.30	
24	200	10,208.00	8,153.40	2,054.60	
24	200	10,208.00	7,953.40	2,254.60	
24	100	5,104.00	3,976.70	1,127.30	
24	100	5,104.00	3,876.70	1,227.30	
24	200	10,208.00	8,853.40	1,354.60	
24	200	10,208.00	8,703.40	1,504.60	
Apr. 11	100	14,880.00	14,866.00	14.00	117.10
July 25	100	6,085.00	6,202.10		323.00
May 4	100	10,400.00	10,723.00		2,621.10
Nov. 16	200	22,464.90	25,086.00		
Interest on a/c for 12 mos.		15,970.82		15,970.82	
Totals		2,235,944.27	2,166,397.00	134,440.87	64,893.60
Less Profits				64,893.60	
Loss on Marginal transactions					69,547.27



	No. Shs.	Cost	Sale	Loss	Profit
May 31 Pathe Exch. Del. for sale	10,600	18,775.72	66,901.90		48,126.18
June 30 "	2,800	2,028.87	18,547.84		16,518.97
July 31 "	1,600	794.89	7,336.00		6,541.11
Aug. 31 "	23,400	11,625.25	143,117.40		131,492.15
Sept. 30 "	51,300	25,486.13	350,515.50		325,029.37
Oct. 30 "	3,843	1,909.22	24,791.90		22,882.68
Apr. 19 United Verde	200	5,847.50	3,754.92	2,092.58	
Totals		66,467.58	614,965.46	2,092.58	550,590.46
Less Loss					2,092.58
Total Gain on Stock Delivered for Sale					548,497.88
Less Loss on Marginal Transactions					69,547.27
Net Gain on account of Hutton sales					478,950.61
King—Spel. Margin a/c					[596]
Wilcox-Drake & Co.					
Oct. 25 American Can	100	10,800.00	10,974.00		174.00
Nov. 21 American Water Works	100	6,122.50	6,423.50		301.00
Oct. 22 Barnsdale Oil	100	4,160.00	4,402.00		242.00
Dec. 7 Fleishman Yeast	50	4,287.50	3,955.50	302.00	

	No. Shs.	Cost	Sale	Loss	Profit
Nov. 23 General Asphalt .....	50	3,843.75	3,879.25	.....	35.50
Nov. 7 Hudson Motors .....	100	8,422.50	8,386.00	36.50	.....
14 " .....	100	8,347.50	8,073.50	274.00	.....
Oct. 29 Hupmobile Motor .....	100	7,447.50	7,402.10	45.40	.....
29 " .....	100	7,322.50	7,127.10	195.40	.....
Dec. 10 Interl. Comb. Eng. ....	100	6,972.50	6,783.50	99.00	.....
11 " .....	100	6,735.00	6,223.50	511.50	.....
Oct. 16 Mexican Seaboard .....	100	3,172.50	3,886.00	.....	713.50
25 " .....	100	3,597.50	3,761.00	.....	163.50
Nov. 7 " .....	100	3,810.00	3,948.50	.....	138.50
7 No. American Can .....	100	7,422.50	7,598.50	.....	176.00
19 Pan-American .....	100	5,497.50	5,475.50	22.00	.....
23 Remington Rand .....	100	2,772.50	2,798.50	.....	26.00
7 Richfield Oil Co. ....	100	4,947.50	5,076.50	.....	129.00
19 " .....	100	5,522.50	5,251.50	271.00	.....
14 Sears & Roebuck Co. ....	100	16,130.00	17,666.00	.....	1,536.00
28 St. Louis & SW .....	50	6,056.25	6,116.75	.....	60.50
Dec. 11 St. Joseph Lead .....	200	9,945.00	9,754.20	190.80	.....
10 Union Oil Co. ....	100	5,622.50	5,089.00	533.50	.....
Oct. 25 U. S. Steel Corp. ....	100	15,905.00	16,466.00	.....	561.00
Dec. 7 " .....	100	16,605.00	15,816.00	789.00	.....
Nov. 30 White Motors .....	50	1,961.25	2,067.75	.....	106.50

	No. Shs.	Cost	Sale	Lost	Profit
<b>Hutton &amp; Co.</b>					
Dec. 26 Bethlehem Steel .....	50	4,131.25	4,129.25	2.00	.....
24 Hudson Motors .....	50	4,212.50	4,279.25	.....	66.75
24 Julius Kayser .....	50	4,062.50	4,085.50	.....	23.00
20 Sinclair Cons. ....	100	3,685.00	3,886.00	.....	201.00
20 U. S. Steel Corp. ....	50	7,615.00	7,764.25	.....	149.25
24 White Motors .....	50	1,961.25	1,905.25	56.00	.....
Oct. 31 Commissions .....		378.53	.....	378.53	.....
Nov. 30 " .....		477.03	.....	477.03	.....
Dec. 31 Interest for 3 mo. ....		191.75	.....	191.75	.....
Dec. 31 Div. Pan-American .....		.....	50.00	.....	50.00
Dec. 31 Div. White Motors .....		.....	12.50	.....	12.50
		<u>210,143.56</u>	<u>210,633.65</u>	<u>4,375.41</u>	<u>4,865.50</u>
Less Loss on Margin Account .....					<u>4,375.41</u>
					490.09
Dec. 31 Gladys Rosson .....		61.26	.....	61.26	.....
31 A. G. King .....		61.26	.....	61.26	.....
		<u>210,266.08</u>			<u>122.52</u>
Division of Profits .....					
Net Gain on Margin—A. G. King Special a/c					<u>367.57</u>

[597]

	No. Shs.	Cost	Sale	Loss	Profit
Delivered for sale					
Feb. 21 Bancitaly	100	7,807.29	17,964.50		10,157.21
Mar. 24 "	100	7,807.30	19,564.50		11,757.20
May 1 "	100	5,134.34	21,964.00		16,829.66
Jan. 23 Bank of Italy (1927)			150.00		150.00
29 "	100	9,777.44	28,664.50		18,887.06
Mar. 7 "	100	9,777.44	29,339.50		19,562.06
July Consolidated Royalties	300	3,000.35	1,873.80	1,126.55	
Dec. 29 Elias Katz Shoe	90	6,156.81	90.00	6,066.81	
Nov. 19 First Nat. Bank—St. Paul	50	18,750.00	18,998.00		248.00
Dec. 29 General Motors	100	22,085.00	19,469.00	2,616.00	
Marino Pkg. & R. Co.	83	8,215.00	10.00	8,205.00	
New Monte Cristo	2000	2,000.00	2.00	1,998.00	
Stereoscopic Camera	6000	2,000.00	5.00	1,995.00	
July 11 United Bank & Tr. Co.	100	17,035.00	18,589.50		1,554.50
Mar. 7 Wesco Corp.	200	6,200.00	10,800.00		4,600.00
Dec. 14 Republic Bolivia	7M	6,825.00	6,350.60	474.40	
Totals		132,570.97	193,833.90	22,481.76	83,745.69
Hutton & Co. delivered		66,467.58	614,965.46	2,092.58	550,590.46
Barneson & Co. "		5,067.42	70,092.00		65,024.58
Totals		204,105.97	878,892.36	24,574.34	699,360.73

	No. Shs.	Cost	Sale	Loss	Profit
Liquidating Dividends					
Producers International			1,000.00		1,000.00
“			600.00		600.00
“			600.00		600.00
“			600.00		600.00
Totals			<u>2,800.00</u>		<u>2,800.00</u>
RECAPITULATION					
Marginal Transactions					
E. F. Hutton & Co.		2,235,944.27	2,166,397.00	69,547.27	
H. J. Barneson & Co.		124,077.72	132,008.50		7,930.78
Wileox Drake & Co.		68,910.21	68,764.70	145.51	
A. G. King, Special		210,266.08	210,633.65		367.57
Totals		<u>2,639,198.28</u>	<u>2,577,803.85</u>	<u>69,692.78</u>	<u>8,298.35</u>
Delivered Sales		204,105.97	878,892.36	24,574.34	699,360.73
Liquidating Dividends			2,800.00		2,800.00
Net Gain on sale of stocks and bonds			<u>3,459,496.21</u>	<u>94,267.12</u>	<u>710,459.08</u>
			2,843,304.25		94,267.12
			<u>616,191.96</u>		<u>616,191.96</u>
NOTE: The Dividends received on the Margin a/c's aggregate					<u>13,702.50</u>
					[598]

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS  
 DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
100	Anaconda Copper	12,930.00	14,040.35	—	1,110.35	—
100	Armour & Co.	8,697.50	7,073.50	1,624.00	—	—
100	Beth. Steel Corp.	10,825.00	13,575.90	—	2,750.90	—
100	Canadian Pacific	21,235.00	22,556.50	—	1,321.50	—
100	City Service	6,350.00	2,887.90	3,462.10	—	—
35	Claude Neon	700.00	892.50	—	192.50	—
85	"	71.20	4,992.05	—	4,920.85	—
100	Commercial Solvents	23,335.00	36,446.00	—	13,111.00	—
100	Cons. RR of Cuba	7,522.50	6,984.65	537.85	—	—
82½	Fairways, Inc.	5,500.00	2,000.00	3,500.00	—	—
150	Fokker Aircraft Corp.	1,500.00	1,800.00	—	300.00	—
1000	Fox Theatre	36,150.00	23,947.50	12,202.50	—	—
1000	"	36,150.00	24,072.50	12,077.50	—	—
500	"	18,075.00	13,630.00	4,445.00	—	—
1000	"	36,150.00	10,660.00	25,490.00	—	—
1500	"	54,225.00	15,990.00	38,235.00	—	—

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS

DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
300	General Motors	23,423.75	21,526.90	1,896.85	—	—
100	Hudson & Manhattan	8,711.80	7,472.10	1,239.70	—	—
100	"	5,922.50	4,910.05	1,012.45	—	—
500	Interstate Equities	8,500.00	7,417.50	1,082.50	—	—
1000	Maddux Air Lines	11,000.00	12,030.00	—	1,030.00	1,030.00
100	Merchants Nat. Bank	24,035.00	24,799.48	—	764.48	764.48
100	Nat. Cash Register	12,630.00	12,563.35	66.65	—	—
100	Nash Motors	10,425.00	8,619.26	1,805.74	—	—
102	Natl. Dairy Prods.	8,207.17	8,239.44	—	32.27	32.27
100	N. Y. Central RR	24,135.00	16,616.00	7,519.00	—	—
200	Northern Pacific	14,795.00	20,327.95	—	5,532.95	5,532.95
100	Northern Pipe	6,222.50	5,750.50	472.00	—	—
100	Owens Bottle	9,210.00	7,772.44	1,437.56	—	—
50	Pacific Indemnity	5,000.00	11,232.00	—	6,232.00	6,232.00
400	Pioneer Pacific Wor.	13,000.00	worthless	13,000.00	—	—
100	Richfield Oil Co.	2,453.75	2,425.00	28.75	—	—
100	Transamerica	5,124.47	13,252.00	—	8,127.53	8,127.53

SCHEDULE 6  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS

DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
100	"	5,166.46	13,327.00	—	8,160.54	
100	"	5,124.47	13,283.50	—	8,159.03	
100	"	5,124.47	13,283.50	—	8,159.03	
100	"	5,073.73	13,416.30	—	8,342.57	
100	"	5,366.53	13,569.00	—	10,202.47	
100	"	5,366.53	15,394.49	—	10,027.96	
50	"	2,632.48	7,697.25	—	5,064.77	
100	"	5,366.53	15,381.50	—	10,014.97	
100	"	5,366.53	15,331.50	—	9,964.97	
100	"	2,126.36	15,878.30	—	13,751.94	
800	"	17,002.84	49,816.00	—	32,813.16	
700	"	13,926.54	43,589.00	—	29,662.46	
151½	"	3,180.45	—	3,180.45	—	
100	U. S. Steel	18,730.00	19,599.30	—	869.30	
	Forward	571,766.06	638,069.96	134,315.60	200,619.50	



SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS  
 DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Brot. forward	571,766.06	638,069.96	134,315.60	200,619.50	
100	U. S. Smelt & Refg.	5,722.50	5,175.50	547.00	—	
100	Wire Wheel Corp.	3,222.50	2,972.95	249.55	—	
10M	Key System Transit	9,725.00	8,700.00	1,025.00	—	
10M	Pacific Public Serv.	9,862.50	11,612.50	—	1,750.00	
5M	U. S. Treasury Cert.	4,987.50	5,000.00	—	12.50	
1M	Republic of Bolivia	1,017.50	940.00	77.50	—	
2M	Republic of Peru	1,820.00	1,680.00	140.00	—	
		608,123.56	674,150.91	136,354.65	202,382.00	
			608,123.56		136,354.65	
			66,027.35		66,027.35	66,027.35

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS  
 DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Barneson—Margin a/c					
Jan						
100	Chandler Motors	2,768.93	3,823.50	—	1,054.57	
100	Otis Steel	3,447.50	4,173.50	—	726.00	
400	Rio Grande	68,940.00	76,657.50	—	7,717.50	
500	Transamerica	64,087.50	65,322.50	—	1,235.00	
	Interest	428.55	—	428.55	—	
Feb						
100	Fleishman	8,660.00	7,411.00	1,249.00	—	
100	Rio Grande	17,235.00	19,971.50	—	2,736.50	
100	Anaconda Copper	13,355.00	13,093.00	262.00	—	
	Interest	21.50	—	21.50	—	
Mar						
200	Continental Oil	4,970.00	5,054.20	—	84.20	
	Interest	57.85	—	57.85	—	

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS  
 DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
Apr 100	Columbia Graph. Interest	7,110.00 92.82	7,974.88 —	— 92.82	864.88 —	
May 200	Otis Steel	8,132.50	8,752.00	—	619.50	
100	Amer. & For. Power Interest	11,405.00 100.36	10,566.00 —	839.00 100.36	— —	
Jun 100	Rio Grande Interest	5,222.50 59.26	2,728.00 —	1,494.50 59.26	— —	
Jul Interest		52.63	—	52.63	—	
Aug 100	Rio Grande	4,222.50	2,851.00	1,371.50	—	
100	Columbia Phono. Interest	6,860.02 82.74	6,427.38 —	432.64 82.74	— —	

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS  
 DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
Sep 100	United Aircraft	13,630.00	12,778.50	851.50	—	—
	Interest	24.86	—	24.86	—	—
		<u>239,967.02</u>	<u>247,584.46</u>	<u>6,420.71</u>	<u>15,038.15</u>	
			<u>239,967.02</u>		<u>7,420.71</u>	
	Net Gain Barneson a/c		<u>7,617.44</u>		<u>7,617.44</u>	<u>7,617.44</u>
	Forward					<u>73,644.79</u>
						[600]
	Brot. forward					73,644.79
	Hutton—Margin a/c AGK					
Jan 50	St. Louis & Southwest	\$ 6,056.25	5,141.75	914.50	—	—
100	Gardner Motors	1,735.00	1,877.30	—	142.30	142.30
100	Montgomery Ward	14,317.50	14,341.00	—	23.50	23.50

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS  
 DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
100	Mack Truck	10,750.00	11,221.00	—	471.00	
100	Texas Gulf	7,835.00	7,661.00	174.00	—	
50	Loose Wiles	3,275.00	3,193.23	81.77	—	
	Interest	38.25	—	38.25	—	
Feb						
100	Consolidated Gas	6,560.00	6,636.00	—	76.00	
100	General Motors	8,410.00	8,077.10	332.90	—	
	Interest	16.61	—	16.61	—	
	Blythe & Co.—AGK					
Feb						
300	Krueger & Toll	12,592.50	13,057.50	—	465.00	
	Interest	19.71	—	19.71	—	
Mar						
300	Park Utah	4,080.00	3,532.38	547.62	—	
200	Barnsdale	8,645.00	8,903.00	—	258.00	
300	Rio Grande	11,817.50	11,628.00	189.50	—	
	Interest	52.84	—	52.84	—	

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS  
 DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
Apr						
300	Skelly Oil	12,285.00	13,512.00	—	1,227.00	
	Interest	78.91	—	78.91	—	
May						
	Sale of rights	—	157.30	—	157.30	
	Division of profits—					
	Gladys Rosson	46.69	—	46.69	—	
	A. G. King	46.68	—	46.68	—	
		<u>108,658.44</u>	<u>108,938.56</u>	<u>2,539.98</u>	<u>2,820.10</u>	
			<u>108,658.44</u>	<u>—</u>	<u>2,539.98</u>	
	Net Gain on joint a/c		<u>280.12</u>		<u>280.12</u>	

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS

DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Blythe & Co.—Gen. Margin a/c					
Mar	Interest	17.84	—	17.84	—	
Apr	200 Rio Grande	8,370.00	7,927.00	443.00	—	
100	Pacific Western Oil	2,067.50	1,930.50	137.00	—	
500	Skelly Oil	20,725.00	22,582.50	—	1,857.50	
500	Elec. Power & Light	31,987.50	32,891.18	—	903.68	
	Interest	232.25	—	232.25	—	
May	307½ Rio Grande	12,517.50	11,144.93	1,372.57	—	
900	Pacific Western Oil	18,982.50	19,119.50	—	137.00	
	Interest	407.04	—	407.04	—	
	Forward	\$ 95,307.13	95,595.61	2,609.70	2,898.18	73,924.91
						[601]

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS

DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Brot. Forward	\$ 95,307.13	95,595.61	2,609.70	2,898.18	73,924.91
	Blythe & Co.—continued					
Jun						
500	Skelly Oil	21,750.00	19,395.00	2,355.00	—	
200	Pan American	12,795.00	12,351.00	444.00	—	
200	Anaconda Copper	20,760.00	20,823.50	—	63.50	
100	Anaconda Copper	10,305.00	10,705.50	—	400.50	
	Interest	167.33	—	167.33	—	
Jul						
300	Pan American	19,230.00	18,676.50	553.50	—	
200	United Corp.	14,557.50	14,122.00	435.50	—	
100	Columbia Graph	6,572.50	6,239.88	332.62	—	
200	Krueger & Toll	8,340.00	8,047.50	292.50	—	
	Interest	158.23	—	158.23	—	
Aug						
100	General Motors	8,425.00	7,364.60	1,060.40	—	
100	General Motors	7,022.50	6,889.60	132.90	—	



SCHEDULE 6 (Continued)

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS

DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
100	Lambert	14,530.00	14,066.00	464.00	—	—
100	Columbia Graph.	6,572.50	6,427.38	145.12	—	—
200	Radio Corp.	17,225.00	17,742.00	—	517.00	517.00
100	Columbia Gas & Elec.	9,312.50	9,371.00	—	58.50	58.50
100	Intl. Tel. & Tel.	11,255.00	11,741.00	—	486.00	486.00
200	Yellow Truck	7,615.00	7,259.20	355.80	—	—
300	"	11,610.00	10,738.80	871.20	—	—
100	Natl. Cash Reg.	12,830.00	12,241.00	589.00	—	—
	Interest	315.10	—	315.18	—	—
Sep	Interest	223.72	—	223.72	—	—
Oct	American Can	17,880.00	17,869.00	11.00	—	—
	Interest	118.66	—	118.66	—	—
Nov	Murray Body	—	28.30	—	28.30	28.30
1½		<u>334,877.75</u>	<u>327,694.37</u>	<u>11,635.36</u>	<u>4,451.98</u>	<u>4,451.98</u>
		<u>327,694.37</u>		<u>4,451.98</u>		
	Net loss on Blythe Co.	<u>7,183.38</u>		<u>7,183.38</u>		

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS  
 DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Blyth & Co. Spl. Margin a/c					
Apr						
100	Mexican Seaboard	5,447.50	5,523.50	—	76.00	
	Interest	63.12	—	63.12	—	
May						
500	Richfield Oil	22,975.00	23,395.00	—	420.00	
	Interest	150.60	—	150.60	—	
Jun						
200	Freeport Texas	9,340.00	9,252.00	88.00	—	
	Interest	47.38	—	47.38	—	
	Forward	\$ 38,023.60	38,170.50	349.10	496.00	66,741.53
						[602]

SCHEDULE 6 (Continued)

CECIL B. DEMILLE PRODUCTIONS, INC.

PROFIT & LOSS ON SALE OF STOCKS & BONDS

DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Blythe & Co. Spl. Margin (continued)	38,023.60	38,170.50	349.10	496.00	66,741.53
Jul						
200	Brot. forward	10,845.00	7,802.00	3,043.00	—	
200	Mexican Seaboard	1,600.00	1,979.25	—	379.25	
	“ rites	9,487.50	9,721.00	—	233.50	
100	Bendix Aviation	9,890.00	10,447.00	—	557.00	
200	Utilities Pr & Lite	8,612.50	8,808.50	—	196.00	
100	Radio Corp	6,697.50	6,239.88	457.62	—	
100	Columbia Graph	8,340.00	8,010.00	330.00	—	
200	Krueger & Toll	41.45	—	41.45	—	
	Interest					
Aug						
50	Worthington Pump	3,293.75	3,773.00	—	479.25	
100	Columbia Graph.	6,697.50	6,427.38	270.12	—	
100	“ Gas & Elec	9,312.50	9,371.00	—	58.50	
200	Yellow Truck	7,615.00	7,259.20	355.80	—	
	Interest	22.31	—	22.31	—	
		120,478.61	118,008.71	4,869.40	2,399.50	
		118,008.71		2,399.50	—	
	Net Loss on Blyth & Co.	2,469.90		2,469.90		(2,469.90)

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS

DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Hutton & Co. Margin a/c					
Jan						
100	Owens Bottle	9,210.00	9,301.50	—	91.50	
200	Packard Motors	29,510.00	30,189.20	—	679.20	
100	Rio Grande	17,810.00	17,867.50	—	57.50	
200	Cast Iron Pipe	10,208.00	9,253.40	954.60	—	
500	Gardner Motors	8,437.50	9,761.50	—	1,324.00	
100	National Cash Reg.	10,212.50	11,871.00	—	1,658.50	
200	Packard Motors	29,610.00	29,289.20	320.80	—	
100	"	14,530.00	14,569.60	—	39.60	
100	"	14,342.50	14,569.60	—	227.10	
	Insurance	1.00	—	1.00	—	
100	Packard Motors	14,130.00	14,644.60	—	514.60	
100	Radio Corp	36,200.00	36,646.00	—	446.00	
	Insurance	3.80	—	3.80	—	
	Interest	1,181.58	—	1,181.58	—	

## Cecil B. deMille Prod'ns, Inc.

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS  
 DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
Feb 10	Owens Bottle	—	933.63	—	933.63	
200	Cast Iron Pipe	10,208.00	8,703.40	1,504.60	—	
100	Radio Corp.	36,450.00	38,446.00	—	1,996.00	
100	Canadian Pac.	24,635.00	24,936.00	—	301.00	
900	Cast Iron Pipe	45,936.00	38,290.30	7,645.70	—	
100	Loews, Inc.	7,622.50	7,873.50	—	251.00	
300	"	22,717.50	26,097.50	—	3,380.00	
100	Radio Corp.	35,850.00	39,146.00	—	3,296.00	
	Forward	<u>578,805.88</u>	<u>382,389.43</u>	<u>11,612.08</u>	<u>15,195.63</u>	<u>64,271.65</u>
						[603]
	Prot. forward	378,805.88	382,389.43	11,612.08	15,195.63	64,271.65
	Futton & Co. Margin—continued					
Feb 100	Radio Corp.	39,175.00	39,146.00	29.00	—	
	Interest	1,211.03	—	1,211.03	—	

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS

DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
Mar						
2000	Alaska Juneau	13,687.50	17,742.00	—	4,054.50	
100	Sinclair Oil	3,797.50	3,923.50	—	126.00	
100	Hiram Walker	8,510.00	8,086.00	424.00	—	
100	Interl. Cement	9,472.50	9,673.50	—	201.00	
100	Natl. Dairy Prods	13,030.00	13,255.50	—	223.50	
100	Simmons Bed	10,075.00	9,886.00	189.00	—	
100	Continental Can	6,972.50	7,373.50	—	401.00	
100	Cast Iron Pipe	5,104.00	4,876.70	227.30	—	
100	Commercial Solvents	25,740.00	26,456.00	—	716.00	
100	Anaconda Copper	14,930.00	15,318.00	—	388.00	
100	Natl. Cash Reg.	12,780.00	12,966.00	—	186.00	
100	American Smelting	11,175.00	11,346.00	—	171.00	
100	Bethlehem Steel	9,910.00	10,921.00	—	1,011.00	
	Interest	1,007.11	—	1,007.11	—	

## SCHEDULE 6 (Continued)

 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS

DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
Apr						
100	Calif. Packing	7,810.00	7,471.00	339.00	—	—
1000	Universal Cons. Oil	3,667.31	1,879.80	1,787.51	—	—
100	Fox Theatre	3,722.50	2,776.00	946.50	—	—
100	Mack Truck	10,825.00	9,873.50	951.50	—	—
1000	Sinclair Oil	41,225.00	37,760.00	3,465.00	—	—
1000	Rio Grande	40,725.00	40,885.00	—	160.00	160.00
500	Patino Mines	20,112.50	20,146.00	—	33.50	33.50
500	Radio Corp.	48,125.00	48,855.00	—	730.00	730.00
	Interest	1,419.74	—	1,419.74	—	—
May						
300	General Motors	24,105.00	24,036.30	68.70	—	—
	Interest	902.21	—	902.21	—	—
Jun						
300	General Motors	42,250.00	36,698.00	5,552.00	—	—
300	Atlantic Refg.	20,605.81	21,129.50	—	523.69	523.69
100	Elec. Investment	15,630.00	16,853.50	—	1,223.50	1,223.50

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS  
 DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
100	Commercial Solv.	35,261.35	36,946.00	—	1,684.65	
100	General Elec.	28,440.00	29,756.00	—	1,316.00	
200	Transfer Pac. Ind.	1.00	—	1.00	—	
	Rites U. S. Steel	—	879.40	—	879.42	
	Interest	617.48	—	617.48	—	
Jul	Interest	655.17	—	655.17	—	
	Forward	911,483.09	909,302.15	31,405.33	29,224.39	64,271.65
						[604]
	Brot. forward	911,483.09	909,302.15	31,405.33	29,224.39	64,271.65
	Hutton & Co.—Margin (continued)					
Aug						
100	Standard Oil—Cal.	\$ 7,925.00	7,036.00	889.00	—	
300	Sinclair Oil	11,610.00	9,978.00	1,632.00	—	
500	Chrysler Motors	38,000.00	37,117.50	882.50	—	
600	Baldwin Loco.	39,195.00	38,476.00	719.00	—	
100	Paramount-Players	6,660.00	7,036.00	—	376.00	



SCHEDULE 6 (Continued)

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS  
 DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
200	Radio-Keith-O.	7,815.00	6,952.00	863.00	—	—
300	Simmons Bed Interest	37,915.00 194.44	40,248.00 —	— 194.44	2,333.00 —	2,333.00 —
Sep						
400	Baldwin Loco.	26,130.00	25,384.00	746.00	—	—
500	Pan American	34,112.50	32,690.00	1,422.50	—	—
200	Loose-Wiles Interest	16,537.50 538.04	16,610.50 —	— 538.04	73.00 —	73.00 —
Oct						
100	Consolidated Gas	14,230.00	15,928.50	—	1,698.50	1,698.50
100	Gr. Northern Ry.	11,130.00	10,766.00	364.00	—	—
100	Radio Corp.	8,325.00	9,171.00	—	846.00	846.00
100	Westinghouse Elec.	21,835.00	23,263.00	—	1,428.00	1,428.00
100	American Can	16,330.00	17,894.00	—	1,564.00	1,564.00
100	U. S. Steel	21,510.00	23,161.00	—	1,651.00	1,651.00
500	Radio-Keith-O.	19,162.50	13,880.00	5,282.50	—	—
100	Murray Body	7,419.00	3,676.00	3,743.00	—	—
100	American Can	13,980.00	15,269.00	—	1,289.00	1,289.00
100	Western Elec.	16,530.00	18,468.00	—	1,938.00	1,938.00
	Interest	1,227.61	—	1,227.61	—	—

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS

DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
Nov						
100	American Can	16,830.00	10,569.00	6,261.00	—	—
100	“	15,680.00	10,669.00	5,011.00	—	—
100	“	14,130.00	10,369.00	3,761.00	—	—
100	American Tel & Tel	28,640.00	21,061.00	7,579.00	—	—
100	“	25,540.00	21,161.00	4,379.00	—	—
100	Claude Neon	4,420.00	3,178.00	1,242.00	—	—
100	Erie RR	9,287.50	4,488.50	4,799.00	—	—
500	Fox Film	36,065.00	29,867.50	6,197.50	—	—
500	U. S. Pipe	25,520.00	8,908.50	16,611.50	—	—
100	U. S. Steel	25,040.00	17,266.00	7,774.00	—	—
100	U. S. Steel	23,235.00	17,466.00	5,769.00	—	—
100	U. S. Steel	20,935.00	17,566.00	3,369.00	—	—
100	Fox Film	6,372.50	5,973.50	399.00	—	—
300	Radio-Keith-O.	5,452.50	5,335.50	117.00	—	—
100	Fox Film	6,235.00	6,273.50	—	38.50	38.50
500	“	30,625.00	31,180.00	—	555.00	555.00
	Interest	1,376.94	—	1,376.94	—	—
	Forward	\$1,585,179.12	1,503,638.65	124,554.86	43,014.39	64,271.63

[605]

## SCHEDULE 6 (Continued)

 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS

DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
	Brot. forward	\$1,585,179.12	1,503,638.65	124,554.86	43,014.39	64,271.63
	Hutton & Co.—Margin—continued					
Dec						
200	Claude Neon	8,565.00	6,606.00	1,959.00	—	—
200	Commercial Solv.	7,640.00	5,452.00	2,188.00	—	—
2000	Fox Theatres	24,350.00	14,432.50	9,917.50	—	—
100	General Food	7,122.50	4,588.50	2,534.00	—	—
100	Loews, Inc.	4,220.00	4,076.00	144.00	—	—
100	Montgomery Ward	12,680.00	4,851.00	7,829.00	—	—
300	“	28,380.00	14,515.50	13,864.50	—	—
100	“	5,222.50	4,626.00	596.50	—	—
180	Murray Body	13,356.00	3,322.80	10,033.20	—	—
100	N. Y. Central	20,235.00	16,991.00	3,244.00	—	—
500	Paramount	35,837.50	25,367.50	10,470.00	—	—
100	“	6,722.50	4,738.50	1,984.00	—	—
200	“	8,640.00	9,602.00	—	962.00	962.00
100	“	4,670.00	4,738.50	—	68.50	68.50
500	Radio Corp.	23,860.00	20,067.50	3,792.50	—	—

SCHEDULE 6 (Continued)  
 CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT & LOSS ON SALE OF STOCKS & BONDS  
 DECEMBER 31, 1929

Shs.	Corporation	Cost	Sold	Loss	Gain	Net Profit
200	Radio-Keith-O.	3,635.00	3,482.00	153.00	—	—
200	Rossia Insurance	12,595.00	7,459.20	5,135.80	—	—
200	Skelly Oil	7,290.00	6,183.00	1,107.00	—	—
100	Standard Oil—NJ	5,522.50	6,176.50	—	654.00	654.00
200	Texas Corp.	13,820.00	10,978.00	2,842.00	—	—
200	U. S. Steel	34,860.00	33,057.00	1,803.00	—	—
200	U. S. Pipe	4,035.00	3,663.40	371.60	—	—
100	United Corp.	6,222.50	3,113.50	3,109.00	—	—
100	Western Elec.	16,130.00	13,068.00	3,062.00	—	—
200	Fox Film	10,745.00	11,047.00	—	302.00	302.00
100	Paramount	4,570.00	4,801.00	—	231.00	231.00
151	Transamerica rites	18.64	—	18.64	—	—
	Interest	1,273.64	—	1,273.64	—	—
		<u>1,917,397.40</u>	<u>1,750,642.55</u>	<u>211,986.74</u>	<u>45,231.89</u>	<u>—</u>
		1,750,642.55	—	45,231.89	—	—
		<u>166,754.85</u>	<u>—</u>	<u>166,754.85</u>	<u>Loss</u>	<u>166,754.85</u>
	Net Loss on Sale of Stocks & Bonds					<u>\$102,483.22</u>

[606]

## SCHEDULE 7

CECIL B. de MILLE PRODUCTIONS, INC.  
 PROFIT ON SALE OF REAL ESTATE, ETC.  
 YEAR 1925

Salvage			
Camera and Lighting Equipment			\$ 20,000.00
Note: This equipment was used in the production of pictures under the Lasky contract and on cancellation of that contract had a remaining useful life estimated as above.			
Picture Rights			
Strongheart—Gain		8,750.00	
Automobiles			
Cadillac—Loss		59.61	8,690.39
			<hr/>
			\$ 28,690.39

## YEAR 1926

Real Estate Transactions				
Laughlin Park				
Sale lots 4-9-10-11 for		44,550.00		
Cost	17,895.33			
Commission	1,694.50			
Surveying	235.25			
Plans	90.25			
Legal Fees	50.00	19,965.33	24,584.67	
Ventura Blvd.				
Sale lots 376-7-8-9-80 for		2,500.00		
Cost	1,117.67			
Legal Fees	31.45	1,149.12	1,350.88	
				<hr/>
Net profit				\$ 25,935.55

## YEAR 1927

Sales—Real Estate				
Fernangeles Syndicate			528.96	
Laughlin Park			26,087.74	
Ventura Blvd.			1,605.47	
Net Profit on Sale of Real Estate				\$ 28,223.17

## YEAR 1928

Real Estate	Amt. Rec.	Dep. Taken	Cost	
Lot 7 Laughlin Park	11,000.00		4,556.50	6,443.50
Vine St. Buildings	522.50	1,127.75	4,985.97	(3,335.72)
Net profit on real estate				3,107.78
Equipment				
Production	64,054.36		100,000.00	(35,945.64)
Automobiles				
Dodge	300.00	92.33	738.62	(346.29)
Cunningham	1,500.00	218.75	1,500.00	218.75
Locomobile	100.00	3,540.00	3,540.00	100.00
Net loss on autos				(27.54)
Theatres				
Tempest	17,500.00	1,666.67	20,000	(833.33)
Wardrobe				
Cloaks	256.25			256.25
Net loss on sundry sales				
				<u>\$ (33,442.48)</u>

## SCHEDULE 8

## CECIL B. De MILLE PRODUCTIONS, INC.

## CONTRACTS AND ROYALTIES

## YEAR 1925

## Royalties

Contract—Famous-Players-Lasky		\$308,503.03
-------------------------------	--	--------------

Note: Accrued as of Sept. 30th  
per their audit as of that date.

The remaining 4 mo. are indeter-  
minate as of Dec. 31st, until the  
completion of their audit for the  
remaining quarter.

## Contracts

Famous-Players-Lasky	\$ 67,310.00	
de Mille, C. B. Pictures	189,000.00	256,310.00
	<hr/>	<hr/>

## YEAR 1926

## Contracts

C. B. de Mille Pictures Corporation		\$234,000.00
-------------------------------------	--	--------------

## Royalties

Famous Players Lasky (Reed.)	704,344.65	
------------------------------	------------	--

Famous Players Lasky (accrued as of June 30)	6,864.23	
---	----------	--

---

711,208.88

Less Accrual for year 1925	308,503.03	
----------------------------	------------	--

Less Miss Macpherson's	15,619.79	324,122.82
------------------------	-----------	------------

Total		<hr/> <hr/> \$387,086.06
-------	--	--------------------------

## YEAR 1927

Contracts		
C. B. De Mille Pictures Corp.		\$248,000.00
Royalties—Picture Rights		
Ten Commandments	32,418.30	
Country Doctor	1,929.83	
Fighting Eagle	1,579.53	
His Dog	1,146.58	
Dress Parade	818.30	
Angel of Broadway	659.32	
Wreck of Hesperus	356.14	
Wise Wife	304.45	
For Women	264.96	
The Girl in the Pullman	240.18	
Main Event	179.88	
Rush Hour	17.03	
Almost Human	16.18	
	<hr/>	
Total Royalties		\$ 39,930.68
		[609]

## YEAR 1928

Contracts		
Pathe Exchange	259,652.99	
Metro-Goldwyn-Mayer	50,000.00	
	<hr/>	
Total		309,652.99
Royalties		
Famous Players Lasky	7,050.93	
Cinema Corp. of America	54,317.59	
Pathe Exch.	47,203.21	
	<hr/>	
Total Royalties		<u><u>\$108,571.73</u></u>



## YEAR 1929

Contracts		
Metro-Goldwyn-Mayer		150,000.00
Royalties—Picture		
Pathe		200,282.22
Cinema		62,438.34
Famous		18,537.53
Magazine Rights		250.00
Oil Royalties		
Leo D. Jacoby		11,175.07
National Royalties		2,798.61
		<hr/>
		\$293,481.77
		<hr/> <hr/>
		[610]

## SCHEDULE 9

## CECIL B. DE MILLE PRODUCTIONS, INC.

## NET REAL ESTATE EXPENSES (INC. TAXES AND DEP.)

## YEAR 1925

## Real Estate (Carrying Charges)

## City

## Laughlin Park

Taxes	5,960.69	
Interest	4,200.00	
Care taking	5,926.85	
Repairs and Maintenance	1,741.56	
Insurance	426.42	
Depreciation	4,818.69	
	<hr/>	
Total expense	23,074.21	
Less rentals	7,200.00	15,874.21
	<hr/>	

## Highland Ave.

Depreciation	1,181.25	
Less rentals	1,088.34	92.91
	<hr/>	

## 1628 Vine St.

Taxes	243.23	
Interest	1,361.12	
Depreciation	233.34	

Total expenses	1,837.69	
Less rentals	753.93	1,083.76

## Sunset N. Side

Taxes	368.65	
Interest	700.00	
Light—street	22.87	

Total expense	1,091.52	
Less rentals	337.50	754.02

## Fernangeles

Taxes	98.74	
Repairs and maintenance	192.58	
Insurance	204.00	
Legal fee	4.15	
Depreciation	312.18	

Total Expenses	811.65	
Less rentals	613.50	198.15

## Hollywood Blvd.

Taxes	454.22	
Interest	831.25	
Legal fees	66.90	
Light—street	17.78	

Total expenses	1,370.15	
Less rentals	60.00	1,310.15

## YEAR 1925 (Cont'd.)

## Real Estate (Carrying Charges) (Cont'd.)

## City

## Sunset and Cahuenga

Taxes 106.82

Light—street 44.08

---

 Total expenses 150.90

Less Rentals 42.50 108.40

## Ventura Blvd.

Taxes 332.95

Interest 110.01 442.96

## Vine St. Theatre

Interest 300.25

Expense of Loan 445.14

Clearing Lot 69.10

Canopy 12.71

Insurance 25.00

Light—street 70.40

Stationery 13.15 935.75

---

 Total expense City property 20,800.31

## Ranch

## Wyatt Ranch

Taxes 57.94

Interest 598.00

Labor 2,623.21

Insurance 55.00

Gasoline 276.28

Repairs &amp; Maintenance 428.88

Legal fees 529.13

Depreciation 5.78

---

 Total expenses 4,574.22

Less fruit sold 19.50 4,554.72

Zens Ranch		
Taxes	110.86	
Interest	727.13	837.99
	<hr/>	
Ranch		
Hunter Ranch		
Taxes	34.57	
Interest	856.42	890.99
	<hr/>	
Olmstead Ranch		
Taxes	15.05	
Interest	792.85	807.90
	<hr/>	

[612]

## YEAR 1925 (Cont'd.)

## Real Estate (Carrying Charges) (Contd.)

Ranch		
Cereghino Ranch		
Taxes	2.57	
Interest	183.75	186.32
	<hr/>	<hr/>
Total Ranch expense		7,277.92
		<hr/> <hr/>
Total real estate carrying charge		\$28,078.23
Division of Earnings		
½ of N. Est. Subdivision earnings		3,800.00
		<hr/>
Total Expenses		\$31,878.23
		<hr/> <hr/>

## YEAR 1926

## Real Estate Carrying Charges

Laughlin Park		
Taxes		6,860.46
Interest		2,753.34
Depreciation		4,874.50
Labor		
Bryant	1,855.00	
Hauson	1,920.00	
Pasgnaso	750.00	
Collins	375.00	
Gardners	992.16	5,892.16
	<hr/>	

Repairs	1,149.44	
Water & Light	712.37	
Ant Control	67.25	
Fertilizer	155.10	
Insurance	26.80	
Supplies	85.75	
	<hr/>	
	22,577.17	
Less Rentals	7,200.00	15,377.17
	<hr/>	
2338 Observatory Ave.		
Taxes	176.49	
Interest	54.44	
Depreciation	680.35	
Repairs	569.92	
Insurance	128.00	
	<hr/>	
	1,609.20	
Less Rentals	750.00	859.20
	<hr/>	
Ventura Blvd.,		
Taxes		187.84
Oakhurst Drive		
Taxes	7.06	
Legal Fees	18.30	25.36
		<hr/>
Forward		\$ 16,449.36

[613]

YEAR 1926 (Cont'd.)

	Brought Forward	16,449.57
Ranch		
Taxes		
Cereghino	7.83	
Hunter	107.80	
Olmstead	21.59	
Wyatt	76.50	
Wyckoff	20.80	
Zenz	100.41	293.33
	<hr/>	

Interest				
Cereghino		245.00		
Hunter		2,228.88		
Olmstead		1,086.85		
Wyatt		487.25		
Zenz		525.00	4,572.98	
			<hr/>	
Repairs				
Tunnel		851.48		
General		864.92	1,716.40	
			<hr/>	
Depreciation				
Buildings		5.78		
Machinery		368.48	374.26	
			<hr/>	
Labor				
Poe		1,540.00		
Thurston		1,430.00	2,970.00	
			<hr/>	
Insurance		92.40		
Feed		67.88		
Gas & Oil		455.22		
Tools		11.95		
Seed		75.50		
Legal Fees		538.50		
Vermin		151.05		
Wreaths		.41		
Supplies		275.22	1,668.13	
			<hr/>	
			11,595.10	
Less Credit for sales				
Hay	467.77			
Bailing	221.55	246.22		
	<hr/>			
Fruit		175.61	421.83	11,173.27
		<hr/>	<hr/>	<hr/>
Total				\$27,622.84

## Real Estate Joint Investments

## Fernangles

Taxes	153.47
Depreciation	312.18
Insurance	188.06
Water	13.57
Repairs	19.02

---

 686.30

Less Credit for Rentals 428.25      258.05

[614]

## YEAR 1926 (Cont'd.)

Fwd.      258.05    \$27,622.84

## Hollywood Blvd.

Taxes	412.07
Interest	601.31
Light	36.76

---

 1,050.14

Less Credit for Rentals 60.00      990.14

## North Side of Sunset

Taxes	431.20
Interest	600.82
Escrow	146.22
Commission	9.00
Legal Fee	1.50

---

 1,188.74

Less Credit for rental 204.17      984.57

## Souts Side of Sunset

Taxes	112.64
Excess Credit taken	
in 1924	21.88
Light 1925-1926	10.41

---

 144.93

Less Credit for Rentals 3.13      141.80

1628 Vine Street			
Taxes		260.82	
Interest		797.77	
Depreciation		233.34	
Repairs		9.72	
Light		9.62	
		<hr/>	
		1,311.27	
Less Credit for Rentals	636.19		675.08
		<hr/>	<hr/>
			3,049.64
Highland Avenue			
Rentals Received		2,522.21	
Interest Received		12.70	
		<hr/>	
		2,534.91	
Less Taxes	364.20		
Depr.	1,181.25		
Int.	612.50		
Ins.	168.00		
Light	14.39	2,340.34	194.57
		<hr/>	<hr/>
			2,855.07
			\$ 2,855.07
Division of Earnings			
N. Est. Subdivision—to Wm. DeMille			\$ 3,000.00
			<hr/>
			\$33,479.91
			<hr/>

[615]

## YEAR 1927

## Real Estate Carrying Charges

Laughlin Park	
Taxes	\$ 5,211.28
Interest	2,205.00
Watchman	1,730.00
Gardners	5,251.94
Water	579.53
Repairs	5,021.39
Auto Ex.	150.00
Survey	51.75
Depreciation	5,294.18
	<hr/>
	25,495.07
Less Rentals	7,200.00
	<hr/>

18,295.07



2338 Observatory Ave.

Taxes	361.73	
Gardening	92.60	
Repairs	17.50	
Depreciation	742.20	

---

1,214.03

Less Rentals	900.00	
--------------	--------	--

---

314.03

Oakhurst Drive

Taxes	107.17	
Gardner	108.00	
Water	25.20	
Insurance	67.50	
Light	10.89	

---

318.76

Ventura Blvd.

Taxes		76.13
-------	--	-------

Fernangeles

Taxes	155.19	
Insurance	184.00	
Repairs	11.41	
Depreciation	312.18	

---

662.78

Less Rentals	185.00	
--------------	--------	--

---

477.78

Hollywood Blvd.

Taxes	424.70	
*Interest	427.30	
Legal Fee	3.25	

---

855.25

Less Rentals	60.00	795.25
--------------	-------	--------

---

FORWARD

---

20,277.02

\*NOTE: \$87.50 of this should have been charged against the 1/2 owned by C. B. DeMille personal—correction is made in 1928.

## YEAR 1927 (Cont'd.)

Real Estate Carrying Charges (Contd.) Forward	26,267.48	
Highland Ave.		
Rentals	3,862.19	
Less—Taxes	339.62	
Interest	981.71	
Light	14.19	
Depreciation	1,993.22	3,328.74
		<hr/>
A Reduction of Carrying Charge of	533.45	
Net Amount of Carrying Charge		25,734.03
Ranch Operations		
Labor	8,414.41	
Feed	2,056.36	
Supplies	384.86	
Repairs	556.87	
Gas, Oil & Fuel	677.72	
Fowls less inventory	612.62	
License	2.50	
Legal Fees	53.34	
Insurance	100.25	
Seed	163.15	
Fumigation	287.56	
Depreciation		
Implements	423.23	
Livestock	14.50	
Furn. & Fix.	45.93	
		<hr/>
		13,793.30
Less—Sale of Produce	100.35	
Sale of Fruit	1,753.97	
Sale of Poultry	1,370.19	
Sale of Livestock	35.00	3,259.51
		<hr/>
Loss from Ranch Operation		10,533.79
Theatre Operation		
Tempest		
Expense over income	5,020.12	
Amortization of Lease	833.33	
Depreciation of Furn. & Fix.	833.34	6,686.79
		<hr/>
		<hr/>
		\$42,954.61

YEAR 1927 (Cont'd.)

Real Estate Carrying Charges (Contd.)	Forward	20,277.02
North Side Sunset		
Taxes	446.14	
Interest	600.84	
Light	20.47	
Sign	3.00	
	<hr/>	
	1,070.45	
Less Rentals	146.87	
	<hr/>	
		923.58
Sunset & Cahuenga		
Taxes	113.57	
Light	39.48	
	<hr/>	
	153.05	
Less Rentals	54.53	98.52
	<hr/>	
1628 Vine St.		
Taxes	370.10	
Insurance	85.05	
Light	9.19	
Depreciation	233.34	
	<hr/>	
	697.68	
Less Rentals	652.53	45.15
	<hr/>	
Ranches		
Cereghino		
Taxes	9.52	
Interest	234.11	243.63
	<hr/>	
Hunter		
Taxes	160.91	
Interest	2,154.58	
Depreciation	80.64	2,396.13
	<hr/>	

Olmstead			
Taxes	20.81		
Interest	746.76	767.57	
	<hr/>		
Wyatt			
Taxes	97.20		
Interest	213.75		
Depreciation	11.55	322.50	
	<hr/>		
Wyckoff			
Taxes	97.85		
Depreciation	408.04	505.89	
	<hr/>		
Zens			
Taxes	119.71		
Interest	567.78	687.49	
	<hr/>	<hr/>	
Total of Ranches			4,923.21
			<hr/>
FORWARD			26,267.48

## YEAR 1928

## Carrying Charges—City Real Estate

## Laughlin Park

Taxes	4,726.75	
Interest	2,450.00	
Repairs	1,417.01	
Gardening & Watchman	5,095.80	
Water-See-Fertilizer	799.09	
Insurance	759.50	
Sundry Expense	4.00	
Depreciation	5,298.90	20,551.05

## Less

Rentals	7,200.00	
Escrow Fee	25.84	7,225.84

## Total

13,325.21

## Royal Palms Apts.

Taxes	742.68	
Interest	5,200.46	
Commissions	1,500.00	
Janitor	1,000.00	
Light & Power	253.01	
Gas	212.97	
Repairs	608.75	
Insurance	218.91	
Water	191.20	
Escrow	85.00	
Cleaning	50.00	
Janitor Supplies	93.00	
Garbage	33.00	
Escrow	2.00	
Depreciation	1,923.26	12,114.24

Less Rentals			
Berg	1,079.55		
Payne	1,247.79		
Campbell	1,169.55		
Finen	1,119.55		
Gowing	1,007.42		
Loeffler	1,853.22		
Jones	1,060.00		
Hottinger	737.42		
Roberts	900.00		
Butcher	468.75		
Bennett	150.00		
Scott	175.00		
Hyanesberg	100.00		
Hendrickson	65.00	11,133.25	980.99
		<hr/>	<hr/>
Total			14,306.20
			<hr/> <hr/>
			[619]

## YEAR 1928

1628 Vine St. Carrying Charges City R. E. Cont'd.			14,360.20
Taxes	397.03		
Light	8.64		
Water	1.42		
Depreciation	194.40	601.49	
	<hr/>		
Less			
Rentals	354.28		
Insurance refund	26.17	380.45	
	<hr/>	<hr/>	
Total			221.04
2338 Observatory Ave.			
Taxes	382.94		
Repairs	343.79		
Depreciation	742.20	1,468.93	
	<hr/>		
Less			
Rentals		825.00	
		<hr/>	
Total			643.93

Hollywood Blvd.			
Taxes	480.65		
Interest	262.50		
Light	18.96		
Cleaning	5.25	767.36	
		<hr/>	
Less			
Rentals		60.00	
		<hr/>	
Total			707.36
Fernangeles			
Taxes	148.11		
Insurance	184.00		
Light	14.82		
Depreciation	312.18	659.11	
		<hr/>	
Less			
Rentals		89.00	
		<hr/>	
Total			570.11
No. Side Sunset			
Taxes	477.80		
Interest	700.00		
Light	19.07	1,196.87	
		<hr/>	
Less			
Rentals		37.50	1,159.37
		<hr/>	
So. Side Sunset			
Taxes	125.35		
Less			
Rentals	30.38		
		<hr/>	
Total		94.97	94.97
		<hr/>	
Balance Forward			17,702.98
			<hr/> <hr/>
			[620]

Carrying Charges—Real Estate Cont'd.		17,702.98
Veteran Ave.		
Repairs	155.50	
Water	3.00	
Depreciation	74.23	232.73
		<hr/>
Less		
Rentals		50.00
		<hr/>
Total		182.73
Oakhurst Ave.		
Repairs	27.75	
Water	2.00	
Gardner	22.50	
		<hr/>
Total		52.25
Ivar Avenue		
Taxes	286.44	
Interest	825.00	
Escrow	2.50	
		<hr/>
Total		1,113.94
Ventura Blvd.		
Taxes		80.85
		<hr/>
		19,132.75
Highland Ave.		
Taxes	719.97	
Interest	1,225.00	
Insurance	816.00	
Light	27.84	
Commissions	256.82	
Depreciation	2,269.75	4,815.38
		<hr/>
Less		
Rentals		6,308.33
		<hr/>
Less Credit for Highland Ave.		1,492.95
		<hr/>
Sundry R. E. Expenses		7.60
		<hr/>
Total City Property		17,647.40



## Carrying Charges—Country Real Estate

## Labor

Floyd	1,039.19	
Jones	300.00	
Zagar	302.50	
Ross	100.00	
Ponty	646.46	
Poe	185.00	
Huling	596.66	
Brock	251.66	3,421.47

Balance Forward		3,421.47	17,647.40
-----------------	--	----------	-----------

[621]

## Carrying Charges—Country Real

Estate (Cont'd.)

3,421.47 17,647.40

## Expenses

Repairs—Autos	59.85
Repairs—General	496.87
Auto Hire	110.00
Gas & Oil	370.10
Light & Power	121.38
Seed	69.44
Spraying	23.50
Inspection	20.00
Feed	281.73
Insurance—Buildings	58.00
Insurance—Compensation	94.73
General Expense	139.71

Total

1,845.31

## Pheasantry

Labor—Floyd	150.00
Fuel	37.73
Feed	2,213.49
Loss on Inventory	2,565.21

4,966.43

Less sale of birds 3,577.67 1,388.76

Interest			
Cereghino Ranch	63.29		
Hunter Ranch	2,228.88		
Olmstead Ranch	1,159.39		
Wyatt Ranch	90.00		
Zenz Ranch	700.00	4,241.56	
<hr/>			
Taxes—City and County			
Cereghino Ranch	8.38		
Olmstead Ranch	28.02		
Hunter Ranch	235.91		
Wyatt Ranch	106.51		
Wycoff Ranch	33.57		
Zenz Ranch	154.53	566.92	
<hr/>			
Depreciation			
Hunter Ranch Bldgs.	161.28		
Wyatt Ranch	11.55		
Wycoff Ranch Pheasantry	831.25		
Horses—Draft	14.50	1,018.58	
<hr/>			
			12,482.60
Less Income			
Oranges	1,277.50		
Lemons	1,303.42	2,580.92	
<hr/>			
Total			9,901.68
			<u>9,901.68</u>
			<u>27,549.08</u>
			[622]

## YEAR 1929

Fernangeles			
Taxes	145.22		
Interest	28.25		
Insurance	58.75		
Water	10.31		
Depreciation	312.18		
<hr/>			
Gross Expense		554.71	
Rentals		62.50	
<hr/>			
Net carrying charge			492.21

## Hollywood Blvd.

Taxes	624.70
Interest	89.00
Insurance	45.00
Light	16.82
Water	9.36
Commission	1,053.00
Depreciation	106.97

---

Gross Expense 1,944.85

Rentals 739.00

---

Net carrying charge 1,205.85

## Ivar Ave.

Taxes	322.29
Interest	600.00

---

Net carrying charge 922.29

## Laughlin Park

Taxes	5,562.63
Interest	2,450.00
Insurance	91.00
Light	20.00
Water	684.87
Repairs	1,330.74
Ant Control	67.25
Fertilizer	417.10
Depreciation	5,302.87
Sundry Expense	44.28
Gardening & Watchman	5,853.71

---

21,824.45

Rentals 6,600.00

---

Net carrying charge 15,224.45

Forward

---

\$17,844.80

---

[623]

	Brought Forward		17,844.80
Royal Palms			
Taxes		804.08	
Interest		5,811.80	
Insurance		659.57	
Light		138.32	
Water		200.00	
Gas		317.36	
Repairs		524.61	
Cleaning		40.00	
Janitor—Hendrickson		1,200.00	
Supplies		43.45	
Power		110.53	
Lawn		27.00	
Depreciation		2,098.10	
		<hr/>	
		11,974.82	
Rentals		8,203.45	
		<hr/>	
	Net Carrying Charge		3,771.37
N. Side Sunset			
Taxes		856.11	
Interest		1,123.89	
Light		24.44	
Clearing lot		21.25	
Sundry		.02	
		<hr/>	
		2,025.71	
Rentals			
Foster & Kleiser	44.60		
Peterson	385.00	429.60	
		<hr/>	
	Net Carrying Charge		1,596.11
			<hr/>
			23,212.28
			<hr/> <hr/>
			[624]

*Cecil B. deMille Prod'ns, Inc.*

877

Brought Forward		23,212.28
S. Side Sunset		
Taxes	133.59	
Interest	23.44	
Lighting	1.68	
Recording	.31	
	<hr/>	
	159.02	
Rentals		
Foster & Kleiser	5.62	
	<hr/>	
Net Carrying Charge		153.40
Ventura Blvd.		
Taxes	170.86	170.86
	<hr/>	
Veteran Ave.		
Taxes	135.85	
Insurance	19.50	
Repairs	34.90	
Depreciation	148.46	
	<hr/>	
	338.71	
Rentals		
Reiker	266.25	
	<hr/>	
Net Carrying Charge		72.46
Observatory Ave.		
Taxes	402.13	
Insurance	128.00	
Depreciation	742.20	
	<hr/>	
	1,272.33	
Rentals		
Faye	750.00	
	<hr/>	
Net Carrying Charge		522.33
		<hr/>
		\$24,131.33

Highland Ave.		
Taxes	924.85	
Insurance	427.00	
Light	21.91	
Depreciation	2,269.75	
	<hr/>	
	3,643.51	
Rentals		
Hollywood Corp.	5,353.33	
	<hr/>	
Net Credit	1,709.82	
	<hr/>	
Kingsley Drive		
Repairs	5.00	
Depreciation	674.52	
	<hr/>	
	679.52	
Rentals		
Henderson	2,100.00	
	<hr/>	
Net Credit	1,420.48	
	<hr/>	
Total Credits Forward	3,130.30	<u>\$24,131.33</u>
		[625]
Brought Forward	3,130.30	24,131.33
Vine St.—1628		
Repairs	53.71	
Commission	38.88	
Recording	2.22	
Sundry	2.22	
	<hr/>	
	97.03	
Rentals		
Parking space	1,711.05	
	<hr/>	
Credit against charges	1,614.02	
	<hr/>	
Total credit against carrying charges		4,744.32
		<hr/>
Total carrying charges on City Real Estate		19,387.01

Ranch

Taxes

Cereghino	8.66	
Olmstead	28.99	
Hunter	246.02	
Wyatt	118.42	
Wyckoff	23.04	
Zens	159.86	584.99

Interest

Hunter	2,228.88	
Olmstead	840.00	
Wyatt	90.00	
Zens	700.00	3,858.88

Insurance	213.22	
Repairs	193.67	
Auto & Truck Expenses	155.16	
Material	212.20	
Light & Power	277.61	
Telephone & Telegraph	31.65	
Veterinary	15.50	
Petaluma Laboratory	31.10	
Spraying	232.80	
Pruning	231.25	
Feed & Seed Stock	369.64	
Feed—Pheasantry	1,341.74	
Depreciation	4,069.84	
Water Report	150.00	
Sundry Expense	508.85	
Labor	4,909.20	

17,387.30

Sales

Oranges	620.26	
Lemons	974.58	
Pheasants	957.79	
Incl'd in inventory	1,890.00	4,442.63

Total Ranch Carrying Charges 12,944.67 12,944.67

Total Real Estate Carrying Charges \$32,331.68





Cecil B. De Mille Productions, Inc.  
COMPARATIVE BALANCE SHEETS  
1929 - 1930

	— December 31 — 1929	1930	Increase Decrease
<b>Assets</b>			
Cash	\$ 389,499.75	284,066.74	105,433.01
Notes and Accounts Receivable	172,319.09	212,205.86	39,886.77
Stocks, Bonds, Oil Leases, etc.	1,143,147.49	935,958.00	207,189.49
Real Estate	826,257.97	860,247.85	33,989.88
Furniture and Fixtures	27,790.42	31,783.81	3,993.39
Autos	6,686.89	6,686.89	—
Yacht	59,671.51	59,671.51	—
Dramatic Property	33,028.50	33,028.50	—
Farm Implements	5,106.87	6,182.32	1,075.45
Life Insurance	68,435.00	77,816.00	9,381.00
Live Stock	10,118.50	4,386.50	5,732.00
Picture Rights	475.00	—	475.00
Deferred Charges	—	2,770.00	2,770.00
	<u>\$2,742,536.99</u>	<u>2,514,803.98</u>	<u>227,733.01</u>
<b>Liabilities</b>			
Notes and Mortgages Payable	\$ 488,034.47	379,308.89	108,725.58
Accounts Payable	1,151.59	8,485.06	7,333.47
Deferred Credits	—	5,218.00	5,218.00
Reserve for Depreciation	119,607.42	129,311.34	9,703.92
Capital Stock	800,000.00	800,000.00	—
Surplus	1,333,743.51	1,192,480.69	141,262.82
	<u>\$2,742,536.99</u>	<u>2,514,803.98</u>	<u>227,733.01</u>
<b>Surplus—1930</b>			
Balance first of year	\$	1,333,743.51	
Net Loss for 1930	99,262.82		
Dividends Paid—1930	42,000.00	141,262.82	
		<u>\$1,192,480.69</u>	

Cecil B. De Mille Productions, Inc.  
COMPARATIVE BALANCE SHEETS  
1930 - 1931

	— December 31 —		Increase Decrease
	1930	1931	
<b>Assets</b>			
Cash	\$ 284,066.74	192,136.36	91,930.38
Notes and Accounts Receivable	212,205.86	184,516.52	27,689.34
Stocks, Bonds, Oil Leases, etc.	935,958.00	787,671.56	148,286.44
Real Estate	860,247.85	1,124,111.58	263,863.73
Furniture and Fixtures	31,783.81	69,772.63	37,988.82
Autos	6,686.89	6,686.89	—
Yacht	59,671.51	59,536.51	135.00
Dramatic Property	33,028.50	33,028.50	—
Farm Implements	6,182.32	6,347.29	164.97
Life Insurance	77,816.00	91,528.00	13,712.00
Live Stock	4,386.50	2,892.50	1,494.00
Picture Rights, etc.	—	19,220.25	19,220.25
Deferred Charges	2,770.00	4,156.97	1,386.97
	<u>\$2,514,803.98</u>	<u>2,581,605.56</u>	<u>66,801.58</u>
<b>Liabilities</b>			
Notes and Mortgages Payable	\$ 379,308.89	447,627.60	68,318.71
Accounts Payable	8,485.06	39,830.75	31,345.69
Deferred Credits	5,218.00	3,171.35	2,046.65
Reserve for Depreciation	129,311.34	148,019.95	18,708.61
Capital Stock	800,000.00	800,000.00	—
Surplus	1,192,480.69	1,142,955.91	49,524.78
	<u>\$2,514,803.98</u>	<u>2,581,605.56</u>	<u>66,801.58</u>
<b>Surplus—1931</b>			
Balance first of year	\$	1,192,480.60	
Prior year adjustments		8,173.27	
		<u>1,200,653.96</u>	
Net Loss for 1931	27,698.05		
Dividends Paid—1931	30,000.00	57,698.05	
		<u>\$1,142,955.91</u>	
Balance End of Year			

Cecil B. De Mille Productions, Inc.  
COMPARATIVE BALANCE SHEETS  
1931 - 1932

	— December 31 — 1931	1932	Increase Decrease
<b>Assets</b>			
Cash	\$ 192,136.36	119,866.87	72,269.49
Notes and Accounts Receivable	184,516.52	276,830.54	92,314.02
Stocks, Bonds, Oil Leases, etc.	787,671.56	629,995.77	157,675.79
Real Estate	1,124,111.58	1,092,348.45	31,763.13
Furniture and Fixtures	69,772.63	70,614.93	842.30
Autos	6,685.89	5,093.24	1,593.65
Yacht	59,536.51	60,086.51	550.00
Dramatic Property	33,028.50	33,028.50	—
Farm Implements	6,347.29	6,182.32	164.97
Life Insurance	91,528.00	107,468.00	15,940.00
Live Stock	2,892.50	—	2,892.50
Picture Rights and Stories	19,220.25	21,253.09	2,032.84
Deferred Charges	4,156.97	3,789.10	367.87
Construction Equipment	—	16,349.66	16,349.66
	<u>\$2,581,605.56</u>	<u>2,442,906.98</u>	<u>138,698.58</u>
<b>Liabilities</b>			
Notes and Mortgages Payable	\$ 447,627.60	451,447.85	3,820.25
Accounts Payable	39,830.75	55,933.39	16,102.64
Deferred Credits	3,171.35	—	3,171.35
Reserve for Depreciation	148,019.95	175,388.16	27,368.21
Capital Stock	800,000.00	800,000.00	—
Surplus	1,142,955.91	960,137.58	182,818.33
	<u>\$2,581,605.56</u>	<u>2,442,906.98</u>	<u>138,698.58</u>
<b>Surplus—1932</b>			
Balance first of year	\$	1,142,955.91	
Loss for 1932	172,818.33		
Dividends Paid	10,000.00	182,818.33	
		<u>\$ 960,137.58</u>	
Balance End of Year		<u>\$ 960,137.58</u>	

Cecil B. De Mille Productions, Inc.  
**PROFIT AND LOSS STATEMENTS**

	1930	1931	1932
<b>Income (Taxable)</b>			
Profit or Loss on sale of Securities	\$123,561.48	58,283.05	107,777.44
Profit or Loss on Sale of Real Estate	5,946.92	6,546.22	29,373.34
Contracts	175,000.00	100,000.00	50,000.00
Interest	25,321.63	19,750.32	8,785.94
Royalties and Sale of Picture Rights	56,828.79	13,015.70	52,663.56
Miscellaneous Income	4,494.32	2,640.29	—
<b>Gross Taxable Income</b>	<b>132,136.34</b>	<b>83,669.48</b>	<b>25,701.28</b>
<b>Allowable Deductions</b>			
Payroll	181,637.55	81,465.80	72,066.50
Interest (Except Real Estate)	12,539.96	11,969.37	7,086.71
Taxes (Except Real Estate)	2,723.83	1,961.85	21,369.64
Net Real Estate Exp. (Inc. Taxes & Dep.)	28,032.65	20,363.06	4,596.46
Kitchen Expense	2,905.43	642.48	—
*Yacht Expense	19,249.65	3,340.25	9,850.61
Dues, Subscriptions and Publicity	4,778.64	1,865.97	6,559.82
Auto Expense	3,226.46	2,420.16	2,009.24
Office and Miscellaneous	8,477.34	12,799.61	6,914.49
Picture Expenses	2,874.22	4,557.65	275.45
Bad Debts	6,529.54	3,713.01	—
<b>Total Allowable Deductions</b>	<b>272,975.27</b>	<b>145,099.21</b>	<b>130,728.92</b>
<b>Non-Taxable Income</b>			
Dividends	46,025.69	35,887.65	9,894.33
Interest	1,581.27	2,126.02	1,686.49
	<b>47,606.96</b>	<b>38,013.67</b>	<b>11,580.82</b>
<b>Unallowable Deductions</b>			
Kitchen Expense	968.48	642.49	—
Life Insurance	358.00	3,639.50	10,043.22
Federal Income Tax	5,420.37	—	—
Loss on Stocks & Bonds (Held less than 2 years)	—	—	38,012.17
	<b>6,030.85</b>	<b>4,281.99</b>	<b>27,968.95</b>
<b>Net Loss</b>	<b>\$ 99,262.82</b>	<b>27,698.05</b>	<b>172,818.33</b>

(\* ) Decreased by Rentals Received for  
1931—\$10,000.00 and 1932—\$1,940.00.

Cecil B. De Mille Productions, Inc.

Page 5.

## NOTES AND ACCOUNTS RECEIVABLE

	Dec. 31, 1930	Dec. 31, 1931	Dec. 31, 1932
Notes Receivable			
Andrews, W. P.	—	2,897.50	—
Baker, F. D.	870.90	765.13	765.13
Barrye, Emily	260.00	150.00	140.80
Buckland, Wilfred	1,500.00	1,500.00	1,770.00
Burns, Roy F.	218.44	118.44	68.44
Belcher, Earnest	—	3,664.00	3,664.00
Boswell, J. G. & Co.	—	—	42,032.00
Calvin, F. E.	100.00	—	—
Danziger, J. L. & F. M.	25,274.80	24,339.34	—
De Mille, Cecil B.	10,900.00	—	6,000.00
Edgerton, King & Co.	—	1,349.37	1,349.37
Faye, Julia	5,357.87	5,357.87	5,357.87
Flebbe, G. H. & B.	12,167.00	12,274.30	12,329.60
Hansen, I. C.	4,428.94	2,026.46	1,783.30
Hilpert, F. S.	7,000.00	7,000.00	7,000.00
Jacoby, Leo D.	7,553.18	—	—
King, A. G.	1,138.36	1,595.47	—
Kosloff, Theo.	—	2,250.00	1,895.84
Lyne, K.	3,978.18	3,374.84	—
Lone Butte Farms	—	—	1,333.33
McGaffey, E. B.	2,092.64	2,000.00	2,000.00
Macpherson, J.	300.00	316.62	317.02
Potter, F. W.	—	508.85	508.85
Raynsford, C. O.	3,219.29	2,866.27	2,808.78
Reid, F. A. & Wife	5,000.00	5,000.00	5,000.00
Royal Dairy Prod. Co.	27,354.08	27,354.08	27,354.08
Salt River Valley Land Co.	3,756.20	4,441.80	4,526.10
Sampson, Hugh R.	2,867.67	—	—
San Pedro St. Realty Co.	2,460.42	—	—
Utilities Improv. Co.	—	—	65,000.74
Van Deinse, F. C. & L. M.	15,000.00	15,000.00	15,000.00
Sundry	850.00	735.00	372.79
Wilshire Prop. Inc.	—	1,500.00	1,025.00
Western Gunito Co.	50,014.95	15,461.61	14,461.61
Wigwam Theatre Co.	—	23,716.82	17,529.74
Accounts Receivable (Sundry)	18,542.94	16,952.75	35,436.15
Total Notes and Accounts Receivable	<u>\$212,205.86</u>	<u>184,516.52</u>	<u>276,830.54</u>

## Cecil B. de Mille Productions, Inc.

## STOCKS, BONDS, OIL LEASES, ETC.

	— December 31, —		
	1930	1931	1932
<b>Stocks</b>			
American Telegraph & Telephone Co.	\$ 25,399.15	\$ 25,399.15	\$ —
Associated Realty Owners, Inc.	1,000.00	1,000.00	1,000.00
Atchison, Topeka & Santa Fe	26,240.00	—	—
Arizona Aztec Ranching Co.	4,500.00	4,500.00	—
B. & O. Ry. Co.	13,407.30	13,407.30	1,748.80
Bellingham Dev. Co.	5,000.00	5,000.00	5,000.00
Bethlehem Steel Co.	21,650.78	2,233.04	2,233.04
Boston Food Prod.	2,500.00	2,500.00	2,500.00
Boswell Co. Ltd.	20,150.00	20,150.00	—
California Funding Co.	1,000.00	1,000.00	1,000.00
Canadian Pacific Railway Co.	1,700.00	3,950.00	—
Central Business Pr.	25,000.00	25,000.00	25,000.00
Central Investment Corp.	26,700.00	26,700.00	26,700.00
Chesapeake & Ohio Ry. Co.	48,128.88	48,128.88	18,259.88
C. Neon Lites Aff'1.	10,213.25	10,213.25	4,213.25
Dunhill International, Inc.	2,060.00	2,060.00	—
Dyas, B. H., Corp.	10,000.00	10,000.00	10,000.00
Edgerton, King & Co.	—	2,500.00	6,178.95
Elias-Katz	11,211.25	—	—
Fox Film Corporation	2,545.00	—	—
Freeport, Texas	3,232.50	3,232.50	—
Golden St. Th. & Realty Co.	20,790.00	—	—
Grand Central Garage Co.	10,000.00	10,000.00	10,000.00
Gruss Air Spring Co.	5,000.00	5,000.00	5,000.00
Landowners Ranching Co.	—	4,000.00	4,000.00
Lone Butte Farms	23,993.34	23,993.34	—
Marginal Accounts (Net Equity)	24,153.96	4,981.65	3,921.48
National Dairy Products	—	4,447.68	—
National Royalties	5,000.00	5,000.00	5,000.00
New York Central Ry.	11,671.70	11,671.00	—
N. Y., N. H. & N. Ry. Co.	9,625.00	—	—
Norfolk & Western	25,240.00	25,240.00	25,240.00

	— December 31, —		
	1930	1931	1932
Nash Motors	—	3,195.00	—
Otis Steel Co.	9,874.50	9,874.50	—
Pacific Indemnity	—	4,000.00	4,000.00
Packard Motor Car Co.	9,260.00	9,260.00	—
Pacific Mutual Life Ins. Co.	19,600.00	19,949.30	—
Penna. Ry. Co.	18,764.25	22,667.75	—
Pine Hills, Inc.	10,000.00	10,000.00	10,000.00
Richfield Oil Company	2,453.75	2,453.75	2,453.75
Ritz Carlton Hotel	3,125.00	3,125.00	3,125.00
Salt River Valley Lands	29,303.42	29,303.42	29,303.42
Southern California Edison	5,685.00	6,033.40	—
So. Glass	7,800.00	4,800.00	4,800.00
So. Pac. Ry. Co.	12,025.00	12,025.00	—
Standard Oil of Cal.	5,522.50	9,005.00	3,695.00
“ Indiana	10,535.00	10,535.00	5,267.50
“ Ky.	13,726.88	—	—
“ N. J.	—	3,482.50	3,482.50
Sundry	1,457.46	896.66	899.51
Transamerica	27,528.20	28,368.62	28,368.62
Utilities Improvement Corp.	—	10,000.00	10,000.00
Union Pac. Ry.	20,235.00	20,235.00	20,235.00
U. S. Steel	18,730.00	—	—
Vine St. Holding Co.	80,444.86	80,444.86	83,719.86
Western Gunite Co.	10,000.00	—	—
Total Stocks	\$713,182.93	\$600,963.25	\$366,345.56
Bonds			
Domestic Corporations	62,329.82	33,420.97	18,667.03
Municipal	57,096.92	47,089.96	138,910.80
Foreign	10,098.78	10,098.78	10,098.78
Oil Leases and Miscellaneous	93,249.55	96,098.60	95,973.60
TOTAL	\$935,958.00	\$787,671.56	\$629,995.77

## Cecil B. de Mille Productions, Inc.

## REALTY EXPENSES

	1930	— Calendar Year — 1931	1932
City Realty			
Fernangeles			
Miscellaneous Expenses (No income)	\$ 126.41	\$ —	\$ —
Highland Avenue			
Depreciation	2,269.75	2,269.75	2,269.75
Taxes, etc.	1,486.06	1,623.40	1,169.23
	3,755.81	3,893.15	3,438.98
Income	5,012.62	1,489.46	853.28
Net Income or Loss	1,256.81	2,403.69	2,585.70
Hollywood Blvd.			
Depreciation	1,476.10	1,476.25	2,968.66
Other Expenses	2,336.59	2,674.92	1,530.20
	3,812.69	4,151.17	4,498.86
Income	6,514.85	6,795.00	3,405.04
Net Income or Loss	2,702.16	2,643.83	1,093.82
Iver Ave.			
Miscellaneous Expenses (No Income)	1,081.20	329.83	—
Kingsley Drive			
Depreciation	1,516.54	—	—
Other Expenses	1,021.97	1,662.75	—
	2,538.51	1,662.75	—
Income	3,600.00	1,320.00	—
Net Income or Loss	1,061.49	342.75	—



	1930	— Calendar Year — 1931	1932
Lankershim Syndicate			
Distribution of Profits	214.09	—	—
Laughlin Park			
Depreciation	5,363.46	5,388.00	5,364.67
Taxes and Other Expenses	15,867.80	14,583.79	10,900.10
	21,231.26	19,971.79	16,264.77
Income	8,484.00	7,284.00	6,000.00
Net Income or Loss	12,747.26	12,687.79	10,264.77
Muskogee, Oklahoma			
Miscellaneous Expenses	220.30	—	—
Income	262.65	—	—
Net Income	42.35	—	—
Sunset Avenue (North Side)			
Miscellaneous Expenses	1,426.64	141.44	—
Income	216.66	25.00	—
Net Loss	\$ 1,209.98	\$ 116.44	\$ —
			[635]
Adams & Vermont			
Depreciation	\$	\$ 1,330.16	\$ 6,451.03
Other Expenses		3,276.63	9,205.62
		4,606.79	15,656.65
Income		3,693.72	19,721.17
Net Income or Loss		913.07	4,064.52

	1930	— Calendar Year — 1931	1932
Observatory Avenue			
Depreciation	742.20	742.20	742.20
Other Expenses	1,693.10	399.25	384.42
	2,435.30	1,141.45	1,126.62
Income	300.00	1,475.00	—
Net Income or Loss	2,135.30	333.55	1,126.62
Royal Palms Apartments			
Taxes, etc.	3,555.97	85.00	—
Income	2,864.31	—	—
Net Loss	691.66	85.00	—
Sunset Avenue (South Side)			
Taxes, etc.	211.71	—	—
Income	10.52	41.28	—
Net Income or Loss	201.19	41.28	—
Ventura Blvd.			
Taxes, etc. (No income)	193.00	263.63	268.48
Veteran Ave.			
Taxes, etc.	59.53	1.89	52.77
Depreciation	123.80	—	48.10
	183.33	1.89	100.87
Income	25.00	—	129.40
Net Profit or Loss	158.33	1.89	28.53
Vine Street			
Advertising, Taxes, etc.	32.68	372.80	362.59
Income	1,896.24	2,194.98	1,827.80
Net Income	1,863.56	1,822.18	1,465.21

	— Calendar Year —		
	1930	1931	1932
Western Ave.			
Taxes, etc.	5,012.28	10,681.77	8,914.72
Income	728.07	9,668.46	12,860.54
Net Loss	<u>\$ 4,284.21</u>	<u>\$ 1,013.31</u>	<u>\$ 3,945.82</u>
Glendale			
Depreciation		2,625.00	4,500.00
Other Expenses		3,037.67	4,742.58
Income		<u>5,662.67</u>	<u>9,242.58</u>
Net Income		<u>10,739.83</u>	<u>18,358.33</u>
Net Income		5,077.16	9,115.75
Other Properties (net loss)		<u>1,586.92</u>	<u>297.17</u>
Total City Property (Exp. in excess of income)	15,688.08	\$ 9,826.32	\$ 2,983.27 Gain
			[636]
Country Property			
Taxes	\$ 738.66	\$ 681.01	\$ 599.31
Interest	3,703.44	3,466.78	3,010.01
Insurance	184.79	134.50	98.95
Electricity	280.61	154.35	236.78
Autos, Trucks, etc.	339.66	319.67	434.17
Orchards (Pruning, etc.)	451.05	885.52	203.88
Labor	1,814.66	1,611.66	1,518.00
Depreciation	1,965.84	1,441.52	562.59
Miscellaneous	635.12	460.57	79.05
	<u>10,113.83</u>	<u>9,155.58</u>	<u>6,742.74</u>
Sales—Oranges and Lemons	2,803.61	3,153.01	2,874.75
Loss	<u>7,310.22</u>	<u>6,002.57</u>	<u>3,867.99</u>

	1930	— Calendar Year — 1931	1932
Pheasantry and Rabbitry			
Labor, Feed, etc.	7,687.17	6,020.90	3,225.32
Depreciation	881.19	908.69	881.19
	<hr/>	<hr/>	<hr/>
	8,568.36	6,929.59	4,106.51
Sales of Fowl and Rabbits	3,534.01	2,395.42	394.77
	<hr/>	<hr/>	<hr/>
Loss	5,034.35	4,534.17	3,711.74
	<hr/>	<hr/>	<hr/>
Net Loss Country Property	\$12,344.57	\$10,536.74	\$ 7,579.73
Net Loss City Property	15,688.08	9,826.32	2,983.27 Gain
	<hr/>	<hr/>	<hr/>
Net Realty Expense	\$28,032.65	\$20,363.06	\$ 4,596.46
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

[637]

Cecil B. de Mille Productions, Inc.  
NOTES AND MORTGAGES PAYABLE  
ACCOUNTS PAYABLE

	1930	— December 31, — 1931	1932
<b>Notes Payable</b>			
Bank of Italy			
(Bank of America)	\$175,000.00	\$ 60,000.00	\$40,000.00
Life Insurance Loans	33,090.00	87,828.00	87,828.00
Norge Pacific Company	449.85	—	—
National Cash Register	—	2,010.00	270.00
Security First National Bank	25,000.00	—	58,125.00
Toledo Scale Co.	—	1,990.00	130.00
Vaughn & Co.	—	—	286.00
<b>Mortgages Payable</b>			
Bank of Italy (Ivar Ave.)	7,500.00	—	—
Ralph E. Ford (Western Ave.)	45,000.00	—	—
<b>John A. Hunter</b>			
(Hunter Ranch)	35,000.00	35,000.00	35,000.00
City of Los Angeles (Bonds)	1,269.04	1,799.60	808.85
<b>J. E. Olmstead</b>			
(Olmstead Ranch)	12,000.00	8,000.00	8,000.00
<b>Pacific Mutual Life</b>			
(Laughlin Park)	35,000.00	35,000.00	35,000.00
Security First National Bank			
(Zens Ranch)	10,000.00	6,500.00	6,500.00
<b>Broadway Income Property</b>			
(Glendale)	—	34,500.00	29,500.00
Bank of America (Western Ave.)	—	90,000.00	90,000.00
Bank of America			
(Adams & Vermont)	—	60,000.00	60,000.00
<b>German-American Savings</b>			
Bank (Wilshire)	—	25,000.00	—
Total Notes and Mortgages Payable	\$379,308.89	\$447,627.60	\$451,447.85
<b>Accounts Payable</b>			
State Franchise Tax	\$ —	\$ —	16,016.88
Belcher Lease	5,000.00	—	—
Celeste School	1,000.00	—	—
Sundry	2,485.06	6,830.75	6,916.51
Harrower Laboratory, Inc.	—	33,000.00	33,000.00
Total Accounts Payable	\$8,485.06	\$39,830.75	\$55,933.39

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS  
 DECEMBER 31, 1930.

Shares	Corporation	Loss	Gain	Net Profit
Holdings				
January				
	Transamerica Rites	\$	\$ 166.60	\$
200	Western Pipe & Steel	1,040.40		873.80
March				
1000	No. Amer. Theatres Pfd.	2,725.00		2,725.00
May				
67	Richfield	1,335.60		1,335.60
June				
200	American Snuff	608.50		
100	Allegheny Corp.	3,156.80		
100	Amer. Smelting	5,426.50		
91	Bank of America	4,305.44		
100	Bohn Aluminum	2,521.50		
100	Chatham Phoenix	821.80		
100	Chicago & R. I.	2,876.50		
100	Erie Ry.	5,761.50		
	Elkonite Trust	30.00		
100	Federal Water Serv.	1,868.20		
200	Gen. Elec. of Eng.	1,126.85		
100	Inland Steel	124.00		
106	Pacific Finance	1,916.27		
100	Pere Marquette	3,364.00		
50	Pittson Co.		35.20	
200	Radio Corp.	10,368.00		
1200	Transamerica		10,191.52	
105	Van de Kamp Bakeries		350.65	
300	Western Pipe & Steel	3,053.10		36,751.59
July				
200	American Snuff	407.00		
100	Chatham Phoenix	796.80		1,203.80
August				
	New York Central	.50		.50

CECIL B. DEMILLE PRODUCTIONS, INC.

PROFIT AND LOSS ON SALE OF STOCKS AND BONDS

DECEMBER 31, 1930.

Shares	Corporation	Loss	Gain	Net Profit
October				
100	Borg Warner	1,163.40		
100	Chrysler	1,291.80		
350	Fokker Aircraft		151.30	
267	Intercoast Trading	1,720.81		
100	Skelly Oil	2,151.45		
4000	Southern Glass	3,022.80		
100	Standard Oil of N. Y.	1,793.95		
700	Transamerica	443.54		11,436.45
	FORWARD	\$ 65,222.01	\$ 10,895.27	\$ 54,326.74
				[639]
	Brot. Forward	\$ 65,222.01	\$ 10,895.27	\$ 54,526.74
November				
100	Metro. Mtg. Pfd.)			
500	" " Com.)	4,000.00		
633	Richfield Oil Com.	24,039.39		28,039.39
December				
	Internat'l Combustion	.75		
500	Pacific Indemnity		1,146.90	1,146.15
Bonds Par				
May				
\$5000.	City of Bev. Hills		104.35	
\$2000.	Pasadena Water Wks.	18.28		86.07
June				
\$5000.	Chi. Mil. & St. Paul	1,254.55		
\$5000.	U. S. Treas. Cert.	7.81		1,262.36
July				
\$5000.	Atlantic Gulf & W. I.	230.51		
\$5000.	Federal Water Serv.	292.94		
\$5000.	Golden States Milk	75.00		
\$5000.	Harriman Bldg.	75.00		
\$5000.	Transcontinental Oil		388.72	
\$7000.	Washington St. Imp.	279.21		563.94
August				
	Mo. Pacific Ry.	.30		.30

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS  
 DECEMBER 31, 1930.

Shares	Corporation	Loss	Gain	Net Profit
September				
\$41,000.	Hidalgo Water Dist. #1		4,050.00	
\$46,000.	" " " #9		2,300.00	6,350.00
October				
\$7000.	Seaboard Air Line	1,574.50		1,574.50
November				
\$5000.	Asso. Gas & Elec.	265.59		265.59
TOTALS		\$ 97,335.84	\$ 18,885.24	
		18,885.24		
NET LOSS INVESTMENT				
STOCKS AND BONDS		\$ 78,450.60		\$ 78,450.60
				[640]

H. J. BARNESON & CO.  
 MARGIN ACCOUNT

September				
500	Transamerica	\$ 180.00		
200	Vanadium		\$ 392.00	
200	United Aircraft		2.00	
600	Vanadium		201.00	
300	Elec. Power & Lite	522.00		
100	Auburn		848.50	
200	Vanadium		642.00	
400	Auburn		3,194.00	
	Interest		15.96	
	Commission	200.00		4,393.46
October				
2	Auburn (Del. ex short)	229.50		
200	Bethlehem Steel		29.50	
300	Transamerica		43.50	
500	Tex. Pac. Land		137.30	
500	Tex. Pac. Land		237.30	
	Auburn Adjustment	100.00		



CECIL B. DEMILLE PRODUCTIONS, INC.

PROFIT AND LOSS ON SALE OF STOCKS AND BONDS

DECEMBER 31, 1930.

	Loss	Gain	Net Profit
200 United Aircraft		312.00	
100 Westinghouse Elect.		200.50	
200 Vanadium	198.00		
200 Union Carbide		502.00	
200 United Aircraft		612.00	
300 Vanadium	522.00		
300 General Electric		153.00	
200 Vanadium		102.00	
400 Radio	356.00		
400 Vanadium		1,929.00	
200 Elec. Power		627.00	
200 Fox Film		662.00	
200 Vanadium		302.00	
200 Electric Auto		312.00	
300 Amer. & Foreign Pr.	832.00		
100 American Can	61.00		
1000 Vanadium		22.50	
200 Electric Auto		187.00	
100 Gillette		156.00	
400 United Gas	226.00		
100 Coca Cola	51.50		
200 United Gas	175.50		
200 Vanadium	125.50		
200 Gen. Electric	293.00		
200 Westinghouse Elec.	422.44		
500 Vanadium	372.50		
200 Auburn	1,080.72		
100 Westinghouse Elec.	314.72		
FORWARD	\$ 6,262.38	\$ 11,822.06	\$ 4,393.46

[641]

H. J. BARNESON & CO.

MARGIN ACCOUNT

Continued

Brought Forward	\$ 6,262.38	\$ 11,822.06	\$ 4,393.46
400 Vanadium	746.00		
100 Elec. Auto Lite	94.00		

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS  
 DECEMBER 31, 1930.

	Loss	Gain	Net Profit
400 General Elec.	371.00		
200 Vanadium		702.00	
100 Gen. Elec.		26.00	
200 Vanadium		214.50	
Interest		2.02	
Commission	1,257.01		357.27
November			
Div. (Elec. Power)	50.00		
400 Coca Cola		2,566.19	
200 Timkin Roller	388.00		
700 Fox Film	2,408.00		
200 Timkin Roller	938.00		
200 Coca Cola	515.50		
Interest Dunhill	.77		
300 North American	504.50		
300 Vanadium	1,022.00		
Interest		19.75	3,240.83
December			
400 North American		1,316.50	
Interest		5.21	
100 Vanadium		366.00	
300 Byres Pipe		393.00	
300 Briggs		170.50	
200 Gen. Elec.		137.50	
200 U. S. Pipe	356.60		
Interest	6.89		
Commission (Chgd. Back)		905.39	2,930.11
TOTALS	\$ 14,920.65	\$ 18,646.12	
		14,920.65	
Net Gain—Barneson Margin		\$ 3,725.47	\$ 3,725.47
H. J. BARNESON & CO.			
SPECIAL ACCOUNT			
Interest			4.39

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS  
 DECEMBER 31, 1930.

	Loss	Gain	Net Profit
<b>E. F. HUTTON &amp; CO.</b>			
<b>MARGIN ACCOUNT</b>			
<b>January</b>			
250 Auburn Motors		5,835.00	
100 Canadian Pacific	676.50		
3000 Fox Film	27,970.00		
200 Simmons		4,022.00	
Rites-Cities Serv.	18.50		
133 Transamerica	41.22		
Interest	574.70		19,423.92
<b>February</b>			
800 Fox Film		8,813.00	
100 United Aircraft	498.00		
Interest	75.00		8,240.00
<b>March</b>			
Interest	140.03		
Taxes	148.95		288.98
<b>April</b>			
200 Fox Film		3,367.00	
Interest	118.46		3,248.54
<b>May</b>			
Interest	180.57		180.57
<b>June</b>			
100 Anaconda	3,897.00		
100 Auburn	8,464.00		
100 Bohn Alumn.	1,219.75		
300 Borg Warner	2,508.70		
100 Consol. Gas	1,189.00		
100 General Motors		159.60	
400 Rio Grande	493.50		
100 St. Paul	1,431.50		
200 Bohn Alumn.	2,863.00		
100 Simmons	644.00		
Insurance	8.25		

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS  
 DECEMBER 31, 1930.

	Loss	Gain	Net Profit
200 Westinghouse Elec.		476.00	
100 Atchison		376.00	
100 N. Y. Central		36.00	
200 Ches. & Ohio		172.00	
100 Amer. Telephone		338.50	
Interest	125.55		21,286.15
	-----	-----	-----
FORWARD	\$ 53,286.18	\$ 23,595.10	\$ 29,691.08
			[643]

E. F. HUTTON & CO.  
 MARGIN ACCOUNT

Continued

Brought Forward	\$ 53,286.18	\$ 23,595.10	\$ 29,691.08
July			
100 Int. Combustion	1,499.75		
100 American Telephone	924.00		
200 Ches. & Ohio	3,353.00		
500 Radio Kieth	45.00		
100 Skelly Oil	228.50		
200 Standard of Ind.	537.00		
100 Standard of N. J.	1,133.50		
200 U. S. Steel	2,353.00		
200 Westinghouse Elec.	2,824.00		
Interest		80.03	12,817.72
August			
Interest	4.02		4.02
September			
Interest	6.74		6.74
October			
500 Richfield	4,770.60		
Interest	4.81		
Interest	6.00		4,781.41

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS  
 DECEMBER 31, 1930.

	Loss	Gain	Net Profit
November			
Interest	.81		.81
December			
Interest	10.44		10.44
TOTALS	\$ 70,987.35	\$ 23,675.13	
	23,675.13		
NET LOSS ON HUTTON MARGIN	\$ 47,312.22		\$ 47,312.22
			[644]
TOOLE, TEITZEN & CO.			
MARGIN ACCOUNT			
June			
200 U. S. Steel		372.00	372.00
July			
100 General Elec.	99.00		
300 Vanadium	312.00		
200 General Elec.		277.00	
200 Vanadium		742.00	
200 Consol. Gas	1,378.00		
300 Radio	1,744.50		
200 Union Carbide	1,048.00		
200 Byers Pipe		79.50	
200 Westinghouse Elec.		351.00	
400 Vanadium		191.50	
Interest		16.76	2,923.74
August			
200 Vanadium		1,032.00	1,032.00
TOTALS	\$ 4,581.50	\$ 3,061.76	
	3,061.76		
NET LOSS—TOOLE, TIETZEN			
MARGIN ACCOUNT	1,519.74		\$ 1,519.74
			[645]

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS  
 DECEMBER 31, 1930.

	Net Loss	Net Gain
RECAPITULATION		
H. J. Barneson & Co. Margin a/c		3,725.47
H. J. Barneson & Co. Special a/c	4.39	
E. F. Hutton & Co. Margin a/c	47,312.22	
Toole-Tietzen & Co. Margin a/c	1,519.74	
Stocks held for Investment	81,219.98	
Bonds held for Investment		2,769.38
	<hr/>	<hr/>
TOTALS	\$130,056.33	\$ 6,494.85
	6,494.85	
	<hr/>	
NET LOSS ON SALE OF STOCKS AND BONDS	<u>\$123,561.48</u>	<u>\$123,561.48</u>
		[646]

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS  
 DECEMBER 31, 1931

Shs. Mos.	Corporation Holdings	Loss	Gain
STOCKS			
February			
100	Anaconda Copper		\$ 758.00
March			
100	A. T. & S. F. Ry.	\$ 7,224.00	
200	Bethlehem Steel	6,420.74	
100	Fox Film		731.00
100	N. Y. New Haven & H. Ry.	654.00	
100	Paramount Publix		856.00
400	Standard Oil of N. Y.	4,748.48	
May			
100	U. S. Steel	6,903.30	

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS  
 DECEMBER 31, 1931

Shs. Mos.	Corporation	Loss	Gain
October			
2529	Golden St. Thea. & Realty		4,490.00
December			
110	Elias Katz Shoe Co.	11,211.25	—
	Total	37,161.77	6,835.00
		6,835.00	
	Loss	\$30,326.77	

MARGINAL—WALSH, O'CONNOR  
 AND BARNESON

January			
100	U. S. Pipe		71.70
200	Vanadium	398.00	
200	United Air	88.00	
100	American Can	36.00	
200	Warner Bros.		172.00
300	General Electric		468.00
200	Colo. Gas & Elec.		137.00
200	Vanadium	413.00	
200	Warner Bros.		122.00
100	“		123.50
100	“		211.00
100	Vanadium	119.00	
300	Warner Bros.		483.00
100	“		161.00
300	Canada Dry	282.00	
200	“	113.00	
400	Elec. Power & Light		524.00
	Interest	9.43	

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS  
 DECEMBER 31, 1931

Shs. Mos.	Corporation Holdings	Loss	Gain
STOCKS			
February			
200	Foster & Wheeler	590.00	
200	Elec. Power & Light	13.00	
100	Eastman Kodak	714.00	
200	Canada Dry	38.00	
200	Elec. Power & Light	388.00	
200	"		507.00
200	Hupp Motors		204.20
	FORWARD	\$ 3,209.43	\$ 3,184.40 [647]

MARGINAL—WALSH, O'CONNOR  
 & BARNESON (Continued)

February	Brought Forward	\$ 3,209.43	\$ 3,184.40
300	Hupp Motors		268.80
200	Col. Phonograph		129.76
100	No. American Co.		46.00
100	Col. Gas & Elec.		81.00
100	Gen. Electric		68.50
200	Col. Graphone		104.76
300	Am. Intl. Co.		343.00
200	Col. Graph.		29.76
300	"		119.64
	Interest	24.85	
	Insurance	.60	
March			
300	Col. Graph.		307.14
300	Maj. H. H. Util.	466.00	
200	Grigsby Grunow	123.00	
300	"	409.50	
400	Col. Graph.	265.48	
200	Radio Co. of A.		92.00
100	Caterpillar	19.00	
200	"		12.00



CECIL B. DEMILLE PRODUCTIONS, INC.

PROFIT AND LOSS ON SALE OF STOCKS AND BONDS

DECEMBER 31, 1931

Shs. Mos.	Corporation Holdings	Loss	Gain
<b>STOCKS</b>			
200	"	388.00	
400	Int. Tel. & Tel. Interest	276.00 39.88	
April			
200	Int. Tel. & Tel. Taxes	15.80	137.00
200	Int. Tel. & Tel.		12.00
200	" " "	188.00	
200	Vanadium	2,143.00	
100	Gen. Electric		43.50
100	Johns Manville	249.00	
200	A. M. Byers		212.00
200	" " "		312.00
200	Johns Manville	765.50	
100	"	946.50	
200	No. American Co. Interest	12.96	102.00
May			
100	No. American Co. Commission Reese	836.61 905.39	
	Totals	\$11,284.50 5,605.26	\$ 5,605.26
	Loss	\$ 5,679.24	
			[648]

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS  
 DECEMBER 31, 1931

Shs. Mos.	Corporation Holdings	Loss	Gain
MARGINAL—E. F. HUTTON & COMPANY			
January	Interest	9.12	\$
February	Interest	10.68	
March			
100	Loews, Inc.		1,428.50
100	Standard Oil of Ky.	22.90	
	Insurance	8.85	
	Interest	17.91	
April			
100	Auburn		26.00
100	Fox Film	726.50	
100	Loews, Inc.	644.00	
100	Paramount Publix	856.50	
100	“	656.50	
	Taxes	12.00	
	Interest	23.33	
May			
100	Auburn	3,679.00	
100	“		2,031.00
50	“		93.00
	Interest		4.47
June			
50	Auburn	82.00	
	Interest		9.03
July	Interest		4.95
August	“		5.01
Sept.	“		4.81
Oct.	“		4.98

## CECIL B. DEMILLE PRODUCTIONS, INC.

## PROFIT AND LOSS ON SALE OF STOCKS AND BONDS

DECEMBER 31, 1931

Month	Corporation	Loss	Gain
Nov.			
100	Nash Motors	1,179.00	
	Interest		6.49
December	“		8.49
	Insurance	1.20	
	Totals	\$7,929.49	\$ 3,626.73
		3,626.73	
	Loss	\$4,302.76	
			[649]

## HOLDINGS—BONDS

May

5 M American Ins. Union \$ 1,462.50 \$

December

5 M Missouri Pacific Ry. 3,822.50

20 M “ 13,108.85

## Municipal

April

5 M L. A. Bridge &amp; Viaduct 175.32

May

5 M Calif. State Harbor 273.17

5 M L. A. Electric Plant 53.11

June

10 M Fresno County Hospital 51.04

Sept.

5 M L. A. Water Works 1.56

10 M Monrovia Water 11.75

15 M L. A. St. Construction 6.45

10 M East Bay Municipal 7.09

Totals \$18,473.81 \$ 499.53

499.53

Loss \$17,974.28

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS  
 DECEMBER 31, 1931

---

RECAPITULATION

Stocks Held for Investment	\$30,326.77
Bonds " " "	17,974.28
Stocks on Margin—Barneson	5,679.24
" " " —Hutton	4,302.76
	_____
Total Loss on Securities	\$58,283.05
	_____

[650]

RECAPITULATION

	Loss
Stocks Held over Two Years	\$104,775.64
Bonds " " " "	3,001.80
Stocks " less than two years	16,727.73
Bonds " " " " "	2,145.29
Edgerton, King Co. Bond a/c	3,518.30
E. F. Hutton & Co. Margin a/c	15,620.85
	_____
TOTAL LOSS ON SECURITIES	\$145,789.61
	_____

[651]

CECIL B. DEMILLE PRODUCTIONS, INC.

PROFIT AND LOSS ON SALE OF STOCKS AND BONDS

DECEMBER 31, 1931

Date Pur.	Stocks Held Over Two Years	No. Shs.	Loss	Gain
	February Sales			
5-17-29	Baltimore & Ohio	100	9,980.00	\$
6-12-29	Canadian Pacific	40	1,127.40	
1-2-30	New York Central	16	1,202.34	
9-27-28	Otis Steel	100	8,796.00	
10-24-28	Southern Pacific	100	8,874.00	
8-14-28	Am. Tel. & Teleg.	100	6,097.30	
9-20-28	"	18		58.19
	Insurance		2.10	
	March Sales			
11-1-28	So. Cal. Edison	100	2,472.64	
4-24-29	"	10		18.74
	August Sales			
5-24-29	Chesapeake & Ohio	400	9,346.00	
6-20-29	"	100	2,336.50	
3-10-30	"	200	4,673.00	
12-1-28	Claude Neon	300	1,854.90	
9-17-29	Nat. Dairy Prod.	13	315.24	
10-5-28	Packard Motor Co.	500	7,600.00	
2-17-27	Pacific Mutual	255	12,581.60	
10-10-29	Penn. Ry. Co.	113	8,368.05	
12-31-29	"	113	6,607.31	
5-1-30	"	74	2,662.89	
7-28-26	Standard Oil of Cal.	100	2,514.00	
10-5-28	" Ind.	100	2,888.25	
	Interest		12.20	
	Insurance		1.85	
	Charges		8.00	
	Taxes		31.00	
	October Sales			
6-13-30	Aztec Ranch	45	4,500.00	
			<u>104,852.57</u>	<u>76.93</u>
			76.93	
	Net Deductible Loss on Stock Holdings		<u>\$104,775.64</u>	

CECIL B. DE MILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS

December 31, 1932

Bonds Held Over Two Years				
February Sales				
8-14-28	Int. Tel. & Teleg.	2 M	969.18	
1-16-29	“	3 M	1,496.87	
3-14-29	Sinclair Cons.	5 M	535.75	
Net Deductible Loss on Bond Holdings			\$3,001.80	[652]
Stocks Held Over Two Years				
Date Pur.		No. Shs.	Loss	Gain
February Sales				
4-17-31	Canadian Pacific	60	\$ 1,391.10	
6-19-31	Nash Motors	100	1,516.50	
12-9-30	New York Central	84	7,668.36	
4-18-30	Amer. Tel. & Teleg.	20	1,342.71	
7-7-30	“	23		228.32
March Sales				
11-19-30	Dunhill Int'l.	200	1,842.00	
4-14-30	So. Cal. Edison	11		20.61
3-30-31	“	13		.95
August Sales				
11-26-30	Freeport Texas	100	1,358.00	
4-10-31	Nat'l. Dairy Prod.	37	939.44	
6-1-31	“	50	919.50	
			16,977.61	249.88
Net Deductible Loss on Holdings			\$16,727.73	

## CECIL B. DE MILLE PRODUCTIONS, INC.

## PROFIT AND LOSS ON SALE OF STOCKS AND BONDS

DECEMBER 31, 1932

---

 Bonds Bought and Sold Thru  
 Edgerton, King and Company.

## February Sales

12-8-31	S. F. Spring Valley	25 M	4,169.86	
2-9-32	4th Liberty Loan	15 M		14.06
2-16-32	L. A. School Dist	15 M		150.00
2-16-32	L. A. Water	5 M		75.00
2-16-32	City of Vernon	5 M		50.00
9-10-31	Fresno Co. Hosp.	15 M	2,137.50	
	Financing Credit			2,500.00
			<hr/>	
			\$6,307.36	\$2,789.06
			2,789.06	
			<hr/>	

Net loss on Edgerton, King Co.

Bond Account \$3,518.30

## Bonds—Other Sales.

## February

3-27-30	Baltimore & Ohio	3 M	1,230.61	
9-25-30	“	2 M	914.68	
			<hr/>	

Net Loss on Other Bond Sales \$2,145.29

[653]

CECIL B. DEMILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS  
 DECEMBER 31, 1932  
 MARGINAL SALES

Month of Sale	Corporation	No. Shs.	Loss	Gain
	E. F. HUTTON & CO.			
January	Amer. Tel. & Teleg. Co.	100	239.00	\$
	Nash Motors	100	201.50	
	Interest Cr.			5.90
February	Ches. & Ohio	500		482.50
	Amer. Tel. & Teleg. Co.	200		572.00
	Beth. Steel	100		61.00
	U. S. Steel	100	669.00	
	Beth. Steel	100	239.00	
	“	100	501.50	
	Union Pacific	100		46.00
	Auburn	100		396.00
	Insurance on Steel			.13
	Premium “ “			9.37
	Interest			8.21
March	Ches. & Ohio	500		2,102.50
	Norfolk & Western	100	14.00	
	Auburn	100		256.50
	Auburn	150	221.50	
	Ches. & Ohio	200		227.00
	Interest			29.55
April	Ches. & Ohio	300		640.50
	Auburn	200	5,357.00	
	Paramount	400	426.00	
	Interest			9.10
May	Paramount	500	2,355.00	
	Ches. & Ohio	200		552.00
	Ches. & Ohio	200		527.00
	Div. C. & O.		312.50	
	Interest			32.85
June	Ches. & Ohio	200		1,252.00
	“	100		588.50
	Transamerica	500	240.00	
	Interest		4.60	
	Balance Forward		\$18,320.00	\$ 7,789.11



## CECIL B. DE MILLE PRODUCTIONS, INC.

## PROFIT AND LOSS ON SALE OF STOCKS AND BONDS

December 31, 1932

## MARGINAL SALES

Month of Sale	Corporation	No. Shs.	Loss	Gain
	Brought Forward		\$18,320.00	\$ 7,789.11
	E. F. HUTTON & CO. (Continued)			
July	Ches. & Ohio	100		301.00
	Transamerica	500	187.50	
	Interest			15.30
August	Southern Pacific	200		464.00
	Texas Gulf	100		131.00
	Atchison	100		226.00
	Standard Oil Calif.	100		13.50
	"	100		63.50
	Caterpillar	100	268.00	
	Gen. Electric	100	293.00	
	Am. & Foreign Power	100	40.50	
	Caterpillar	100	210.50	
	Atchison	100		351.00
	Sou. Pac.	100		143.50
	"	100		232.00
	"	100		93.50
	Atchison	100		88.50
	Sou. Pac.	100	19.00	
	"	100	6.50	
	Atchison	100		101.00
	Sou. Pac.	100		93.50
	Int. Niekle	200		116.50
	Northern Pac.	200		49.50
	Westinghouse	100		105.50
	Southern Pac.	100		68.50
	Auburn	50		103.50
	Aviation Corp. of Del.	100		983.50
	Westinghouse	100		30.50
	Nat. Cash Reg.	100		19.50
	Continental Can	100	124.00	
	Northern Pac.	100	94.00	
	Western Union	100	86.50	

CECIL B. DE MILLE PRODUCTIONS, INC.  
 PROFIT AND LOSS ON SALE OF STOCKS AND BONDS  
 December 31, 1932

MARGINAL SALES

Month of Sale	Corporation	No. Shs.	Loss	Gain
	Westinghouse	100		93.00
	Div. Cont. Can			12.50
	Ches. & Ohio	200	626.00	
	Interest			.35
September	Westinghouse	100	107.00	
	Atchison	100	4.00	
	Aviation Corp.	1000		1,108.50
	Sou. Pacific	100		126.00
	Auburn	25		23.63
	Houston Oil	100		105.10
	Balance Forward		\$20,386.50	\$13,052.49
			\$20,386.50	\$13,052.49
				[655]
	Brought Forward		\$20,386.50	\$13,052.49
	E. F. HUTTON & CO. (Continued)			
September	Paramount	200		8.40
	Ches. Corp.	100		31.00
	Atchison	100		158.50
	Continental Can	100	174.00	
	Westinghouse	100	1,019.50	
	Auburn	25		23.63
	Atchison	100		108.50
	Northern Pac.	100		68.50
	Southern Pac.	100		13.50
	Timpkin	200	300.50	
	Steel	100		8.50
	Bendix	100		119.50
	Texas Gulf	100	71.50	
	United Aircraft	100	1,046.50	
	Southern Pacific	100		101.00

CECIL B. DEMILLE PRODUCTIONS, INC.

PROFIT AND LOSS ON SALE OF STOCKS AND BONDS

DECEMBER 31, 1932

MARGINAL SALES

Month of Sale	Corporation	No. Shs.	Loss	Gain
	United Aircraft	100	771.50	
	Cast Iron	200	1,098.20	
	Kelvinator	200		94.00
	Bendix	100	443.00	
	Eastman	100	729.00	
	Houston Oil	100	124.90	
	Warner Bros.	300	321.50	
	Southern Pac.	100		88.50
	Southern Pac.	100	149.00	
	Cord	200		114.20
	Atchison	100	251.50	
	Houston Oil	100	18.80	
	"	100		168.70
	Paramount	300		125.10
	Southern Pac.	100		51.00
	"	100		101.00
	Interest		35.91	
October	Aviation Corp.	200		109.20
	Nickle	100	248.00	
	Southern Pac.	200	2,353.50	
	Nat. Cash Reg.	100	418.00	
	Kelvinator	100	203.00	
	Interest		3.70	
November	Interest			1.94
			<hr/>	
			30,168.01	14,547.10
			14,547.16	
			<hr/>	
	Loss on Marginal Transactions		\$15,620.85	
			<hr/> <hr/>	

CECIL B. DE MILLE PRODUCTIONS, INC.  
 PROFIT OR LOSS FROM SALE OF REALTY  
 INCOME FROM CONTRACTS AND ROYALTIES

	Calendar Year		
	1930	1931	1932
Profit or Loss from Sale of Realty			
Sundry .....	\$ 5,946.92	\$	\$
South Side Sunset (Cost 3,569.53-S. P. 10,115.75) .....		6,546.22	
Wilshire & Gale ( " 56,520.97 " 27,147.63) .....			29,373.34
Contracts (Income)			
Metro-Goldwyn-Mayer .....	175,000.00	100,000.00	
Paramount .....			50,000.00
Royalties (Income)			
Pictures .....	40,064.98	( 9,949.55	(10,765.15
Stories .....	1,744.31	( —	( —
Oil (Income) .....	15,019.50	3,066.15	13,398.41
Sale of "Ten Commandments" .....	—	—	28,500.00
Totals .....	\$ 56,828.79	\$ 13,015.70	\$52,663.56

## CECIL B. DE MILLE PRODUCTIONS, INC.

## REAL ESTATE AND IMPROVEMENTS

	1930	December 31 1931	1932
Kingsley Drive	\$ 34,834.71	\$	\$
Highland Avenue	70,569.25	70,569.25	70,569.25
Sunset Blvd.	65,166.61		
Hollywood Blvd.	96,364.45	96,424.45	92,827.90
Vine Street	22,373.84	23,452.27	23,452.27
Laughlin Park	188,798.64	186,340.64	186,447.64
Ventura Blvd.	3,203.99	3,028.99	3,028.99
Ivar Avenue	22,759.97		
Craighurst	31,646.91	31,736.56	31,824.77
Observatory Avenue	20,063.99	20,063.99	20,063.99
Western Avenue	118,550.00	186,582.00	186,582.00
Adams & Vermont		145,997.61	143,997.66
Glendale—City		117,347.91	117,347.91
Wilshire and Gale		56,520.97	
Veteran Avenue			2,929.72
Los Feliz Blvd.			27,069.46
Cereghino Ranch	5,020.50	5,020.50	5,020.50
Hunter Ranch	50,496.50	50,520.95	50,520.95
Olmstead Ranch	30,022.00	30,022.00	30,022.00
Wyatt Ranch	33,151.87	33,234.37	33,234.37
Wycoff Ranch	33,121.67	33,146.12	33,146.12
Zens Ranch	34,102.85	34,102.95	34,102.95
	\$860,247.85	\$1,124,111.58	\$1,092,348.45

[658]

## PETITIONER'S EXHIBIT NO. 4.

[Endorsed]: Admitted in evidence Dec. 13, 1933.

CECIL B. deMILLE PRODUCTIONS, INC.

MINUTES OF A REGULAR MEETING OF  
THE BOARD OF DIRECTORS.

Minutes of a regular meeting of the Board of Directors of the CECIL B. deMILLE PRODUCTIONS, INC., a corporation, held at No. 4 Laughlin Park, Hollywood, California, on Tuesday, the 25th day of July, 1922, at the hour of 7:00 O'clock P. M., pursuant to the following written consent and waiver of notice, to wit:

That we, the undersigned, being all of the Directors of the CECIL B. deMILLE PRODUCTIONS, INC., a corporation hereby give our written consent to the holding of a meeting of the Board of Directors of this organization at No. 4 Laughlin Park, Hollywood, California, on Tuesday, the 25th day of July, 1922, at the hour of 7:00 o'clock P. M., for the purpose of selecting a depository for the funds of this corporation, and for the purpose of authorizing the execution of checks and drafts for and on behalf of this corporation, and for the purpose of transacting such other business as may come before the meeting, and we hereby waive other and further notice of the time, place and purpose of such meeting.

Dated: Los Angeles, California, July 25th, 1922.

CECIL B. deMILLE (Sgd.)

CONSTANCE A. deMILLE (Sgd.)

ELLA KING ADAMS (Sgd.)

JOHN H. FISHER (Sgd.)

NEIL S. McCARTHY (Sgd.) [659]

PRESENT: Directors, Cecil B. deMille, Constance A. deMille, Ella King Adams, John H. Fisher and Neil S. McCarthy.

ABSENT: None.

The Secretary read to the meeting the minutes of the previous meeting of the Board of Directors, and upon motion duly made, seconded and carried the said minutes were approved, and the acts of the Directors as set forth in said minutes were ratified and approved.

Upon motion duly made, seconded and carried, it was

RESOLVED: That the funds of this corporation be deposited in the COMMERCIAL NATIONAL BANK OF LOS ANGELES, or in the SECURITY TRUST & SAVINGS BANK OF LOS ANGELES, or such other institution as may be selected from time to time by the President of the corporation, and that either CECIL B. deMILLE and/or GLADYS ROSSON, and either CONSTANCE A. deMILLE, ELLA KING ADAMS, JOHN H. FISHER or NEIL S. McCARTHY be, and they are hereby authorized to sign or execute or endorse drafts, checks or notes or other documents, for and on behalf of this corporation and as the act and deed of this corporation.

Upon motion duly made, seconded and carried, it was

RESOLVED: That CECIL B. deMILLE, the President of this corporation, and any one of

the other officers or directors of the corporation, be and they are hereby authorized to do and perform any and all things, which in the judgment of said persons shall be for the best interests of this corporation, and that they be, and they are hereby authorized to conduct and manage the affairs of this corporation from time to time subject to further action by the Board of Directors, and that the action of said persons in so doing, shall be, and the same is in all things hereby ratified and approved.

The Secretary reported that there had been offered for sale in the City and County of San Francisco, State of California the schooner "SEAWARD" and that as it would be necessary for this corporation to use a type of vessel such as the SEAWARD in the next production to be made by the corporation, and as there was a demand for the rental of such a vessel by motion picture [660] companies in and about Los Angeles, that the Secretary after discussing the matter with the President and with the authority of the president of the corporation had gone to San Francisco and had purchased the said schooner "SEAWARD" for the sum of Nineteen Thousand Dollars (\$19,000).

Upon motion duly made, seconded and carried, the action of the Secretary in purchasing the said vessel, with the authority of the President was ratified and approved and all expenses incurred in connection with the purchase of said vessel and the return thereof to Los Angeles, was ratified and approved and ordered paid.



Upon motion duly made, seconded and carried, it was resolved that the said vessel be remodeled and refitted in accordance with such plans as should be approved by the President, and any one of the officers of the company, and that a crew be appointed for said vessel and maintained thereon and that said vessel be rented for use in motion pictures or for any other use at such rental as shall be decided upon by the Vice-President, and any one of the other officers of the company.

Upon motion of Mr. McCarthy, seconded by Mr. Fisher, it was resolved that the Vice President, in connection with her other duties, should supervise the business of the corporation and the conduct thereof, and particularly the estimated cost and plans for the production of pictures to be produced by the company from time to time, and the accounting therefor by the Famous Players Lasky Corporation in accordance with the contract assigned to this corporation, the assignment of which was approved by the said Famous Players Lasky Corporation and that reports of the said estimated costs of said productions and of the conduct of the business and affairs of the corporation, should be compiled by the Vice President and reported to the Board of Directors once in each two months, if the progress of the said pictures permits the same. [661]

Upon motion duly made, seconded and carried, it was

**RESOLVED:** That the salary of the said Vice-President be fixed at 400 dollars per week.

Upon motion of Mr. McCarthy, seconded by Mr. Fisher it was

RESOLVED: That the contract with Cecil B. deMille the president of the corporation, with the Cecil B. deMille Productions, a co-partnership, which said contract was assumed by this corporation with the consent of the said Cecil B. deMille, be, and the same is hereby ratified and approved in all things.

Upon motion duly made, seconded and carried, it was resolved that ELLA KING ADAMS be retained by this corporation as head of the scenario and research department of the corporation and that her salary be fixed at the sum of 300 dollars per week.

Upon motion of Mr. McCarthy, seconded by Mr. deMille, it was

RESOLVED: That John H. Fisher, in addition to his duties as treasurer of the corporation be and he is hereby employed as supervisor of production at a salary of 100 dollars per week.

Upon motion of Constance A. deMille, seconded by Mr. Fisher, it was

RESOLVED: That Neil S. McCarthy be continued as Secretary and attorney of the company at such salary as shall be fixed from time to time by the President of the corporation and that the President of the corporation be, and he is hereby authorized to pay to the said NEIL

S. McCARTHY from time to time, such amounts, as in the opinion of the said Cecil B. deMille shall be just and proper.

There being no further business to come before the meeting, the same was on motion duly made, seconded and carried, declared adjourned.

NEIL S. McCARTHY (Sgd.)

Secretary.

Approved:

X CECIL B. deMILLE (Sgd.)

President. [662]

---

PETITIONER'S EXHIBIT NO. 4.

[Endorsed]: Admitted in Evidence Dec. 13, 1933.

CECIL B. deMILLE PRODUCTIONS, INC.

MEETING OF THE BOARD OF DIRECTORS.

Minutes of a meeting of the Board of Directors of CECIL B. deMILLE PRODUCTIONS, INC., a corporation, held at No. 4 Laughlin Park, Los Angeles, California, on the 2nd day of April, 1923, at the hour of eight o'clock P. M. thereof, pursuant to the following written consent and waiver of notice, to-wit:

We, the undersigned, being all of the Directors of CECIL B. deMILLE PRODUCTIONS, INC., a corporation, hereby given our written consent to the holding of a meeting of the Board of Directors of said corporation at No. 4 Laughlin Park, Los Angeles, California, on the 2nd day of April, 1923, at the hour of eight o'clock P. M., thereof, for the purpose of authorizing

the purchase of certain real property by the corporation; for the purpose of accepting an offer to cancel the indebtedness of Cecil B. deMille; for the purpose of releasing the said Cecil B. deMille from complying with a previous offer made to the corporation, and for the transaction of such other business as may come before the meeting, and we hereby waive other and further notice of the time, place and purpose of such meeting.

Dated: April 2, 1923.

CECIL B. deMILLE (Sgd.)

CONSTANCE A. deMILLE (Sgd.)

ELLA KING ADAMS (Sgd.)

JOHN H. FISHER (Sgd.)

NEIL S. McCARTHY (Sgd.)

The Vice-President reported to the Board that an offer had been made to the corporation to sell to it certain land near San Fernando, California at the southwest junction of Lankershim and San Fernando Boulevards, consisting of [663] approximately ninety (90) acres at a price of one thousand dollars (\$1,000.00) per acre. The Vice-President outlined to the Board the possibilities of sub-dividing and selling this property, with a suggestion that the portion of the property cornering at the junction of the two boulevards be designated as business property and either held or sold as such. The matter was discussed, and upon motion duly made, seconded and carried, it was

RESOLVED: That this corporation purchase the property referred to by the Vice President, and that the President or Vice President, and the Secretary or Treasurer be, and they are hereby authorized *the* complete the negotiations for the purchase of the said property, and to do any and all things, and execute any and all instruments necessary or proper to carry out and close the said transaction.

Upon motion duly made, seconded and carried, it was

RESOLVED: That the payment of the regular quarterly dividend of two and one-half per cent ( $2\frac{1}{2}\%$ ) heretofore ordered to be made, be and the same is hereby discontinued and passed.

The Vice President presented to the Board of Directors, a trial balance of the business of the corporation.

The matter of the indebtedness to the corporation of Cecil B. deMille was discussed. It was reported to the Board that it had become impractical to reduce the indebtedness of the said Cecil B. deMille by the transfer from Mr. deMille to the corporation of certain stocks and bonds in accordance with the resolution passed by the Board of Directors at the meeting of September 25, 1922, and that the indebtedness had not been reduced by such transfer, and that such transfer had not been closed.

Mr. deMille offered in lieu thereof to transfer to the corporation the property owned by him in

Laughlin Park, and consisting of approximately ten (10) acres, at and for the price or sum of Two Hundred Twenty-One Thousand Five Hundred Twenty-four dollars and sixty-six cents (\$221,524.66). [664]

The matter was discussed by the Board of Directors, and upon motion duly made, seconded and carried, it was

RESOLVED: That the agreement by Mr. deMille to transfer to the corporation in part satisfaction of his indebtedness to the corporation, the stocks and bonds referred to in the minutes of September 25, 1922, be, and the same is hereby cancelled upon condition that each of the parties are released from any and all obligations thereunder, and

BE IT FURTHER RESOLVED: That this corporation accept from the said Cecil B. deMille the transfer to the corporation of the Laughlin Park property belonging to the said Cecil B. deMille, and consisting of approximately ten (10) acres in satisfaction of the indebtedness to the corporation of the said Cecil B. deMille, which said indebtedness at the present time amounts to approximately One hundred thirteen thousand two hundred fifty nine dollars and eighteen cents (\$113,259.18), and that this corporation assume and agree to pay the present existing mortgage against said property amounting to seventy-thousand dollars (\$70,000.00) and that the remaining portion of the purchase price, amounting to \$38,265.66 be paid

to Mr. deMille at the rate of five per cent per month, together with interest on all deferred payments at the rate of six per cent per annum from April 1, 1923.

The Vice President reported to the Board the progress of the production to be made by the corporation and to be known as THE TEN COMMANDMENTS and reported among other things that under the general authority granted to him, the President had arranged with the Famous Players Lasky Corporation for an increase in the allowance of the cost of this production, and upon motion duly made, seconded and carried, it was

**RESOLVED:** That the action of the President in connection with the production known as THE TEN COMMANDMENTS be and the same is hereby approved.

The Vice-President reported that the making of the picture "THE TEN COMMANDMENTS" would decrease the number of pictures which the corporation had originally contemplated making and the matter of the income of the corporation by [665] reason of the making of this picture was discussed, together with the expenses and overhead of the corporation.

Mr. deMille stated that he felt it was advisable to make THE TEN COMMANDMENTS, even though it required additional time and expense and would decrease the number of pictures to be made by the company upon which the guarantee was paid, and that he would be willing to accept less compensation than that provided for in his contract on ac-

count of the corporations so doing, and upon motion duly made, seconded and carried, it was

RESOLVED: That in consideration of the corporations producing the picture THE TEN COMMANDMENTS, with the additional time which would be required for this production, and the loss of the guarantee of \$200,000 for the additional picture which the company would otherwise receive, that the contract of the said Cecil B. deMille be changed, so that the said Cecil B. deMille shall receive as his compensation from the company in lieu of the compensation provided for in said contract the sum of \$.....per week, as of the.....day of .....1923.

Mr. deMille voted in favor of the resolution, and agreed that in consideration of the companys producing the picture to be known as THE TEN COMMANDMENTS that the compensation as provided for in the contract should be as stated.

Upon motion duly made, seconded and carried, it was

RESOLVED: That Gladys Rosson be, and she is hereby elected as the assistant secretary of the corporation.

There being no further business to come before the meeting, the same was on motion duly made, seconded and carried declared adjourned.

NEIL S. McCARTHY (Sgd.)  
Secretary.

Approved:

CECIL B. deMILLE (Sgd.)

President. [666]



PETITIONER'S EXHIBIT NO. 4.

[Endorsed]: Admitted in evidence Dec. 13, 1933.

Regular meeting of the Board of Directors of the Cecil B. deMille Productions, Inc., held at No. 4 Laughlin Park, Hollywood, California, on Monday, July 16, 1923, at 7:30 p. m., due notice having been served on each of the Directors in person or by telephone.

There were present:

Cecil B. de Mille;

Constance A. de Mille;

Ella King Adams;

Neil S. McCarthy; and

John H. Fisher;

Gladys Rosson, acting as Assistant Secretary,  
was also present.

Absent: None.

Mr. de Mille presided.

Minutes of the Directors' Meeting held May 21 were read and approved.

Mr. de Mille reported to the Board that the cost of "THE TEN COMMANDMENTS" had exceeded the sum of One Million (\$1,000,000.00) Dollars on June 30, and that he had had some difficulty in securing approval from the New York Office of the Lasky Corporation of the additional expenditure over the estimate, that, on July 7, the total cost had reached One Million One Hundred and One Thousand Five Hundred and Sixty-four (\$1,-

101,564.00) Dollars, that Mr. Fisher estimated that the finished cost would be very close to One Million Five Hundred Thousand (\$1,500,000.00) Dollars; that, to bring the matter to an immediate decision, he had deemed it advisable to stop work on the production on July 13 and that this action on his part had resulted in obtaining immediate approval from New York, said approval being in the form of authority to [667] complete the picture without specifying a definite figure.

Mr. de Mille further stated to the Board that Lasky Company had reached a point where it was advisable to negotiate a new contract.

After considerable discussion, a motion by Mrs. de Mille, seconded by Mrs. Adams, and unanimously carried, the President was authorized to enter into negotiation for the cancelling of the existing contract between the Productions and the Lasky Company and to see what arrangements could be made for a new contract, preferably based on a percentage of the gross receipts rather than on a percentage of the net receipts.

Mr. de Mille reported that for some time he had been anticipating the possibility of a break between the Lasky Company and the de Mille organization and, for that reason, he had not deemed it advisable to declare a dividend as it might become necessary for the corporation to make its own pictures; that he had requested Mr. Fisher to prepare rough plans for a new studio, and that, until the final decision

was reached in this matter, it was advisable to build up a substantial reserve.

On motion, the meeting adjourned.

CECIL B. deMILLE (Signed)

CONSTANCE A. deMILLE (Signed)

ELLA KING ADAMS (Signed)

JOHN H. FISHER (Signed) [668]

Special meeting of the Board of Directors of the Cecil B. de Mille Productions, Inc., held at No. 4 Laughlin Park, Hollywood, California, on Monday, July 21, 1924, at 7:30 p.m., due notice having been served on each of the Directors in person or by telephone.

There were present :

Cecil B. de Mille;

Ella King Adams; and

Constance A. de Mille.

Miss Gladys Rosson met with the Board and acted as Secretary in the absence of John H. Fisher.

Absent: John H. Fisher.

Minutes of the meeting of June 30, 1924, were read and approved.

Constance A. de Mille reported that the Famous Players have offered to purchase the 1/2 interest in the motion picture rights to "MEN AND WOMEN" and "LORD CHUMLEY", owned by the Productions, paying Seven Thousand Five Hundred (\$7,500.00) Dollars for "MEN AND WOMEN" and Five Thousand (\$5,000.00) Dollars for "LORD CHUMLEY."

On motion duly made, seconded and unanimously carried, the proper officers were authorized to execute contracts for the sale of the picture rights to "MEN AND WOMEN" and "LORD CHUMLEY" to the Lamous Players-Lasky Corporation.

On motion, the meeting adjourned.

JOHN H. FISHER, Sec. (Sgd.)

CECIL B. De MILLE (Sgd.)

CONSTANCE A. De MILLE (Sgd.)

ELLA KING ADAMS (Sgd.) [669]

Special meeting of the Board of Directors of the Cecil B. deMille Productions, Inc., held at No. 4 Laughlin Park, Hollywood, California, on Tuesday, September 16, 1924, at 7:30 p.m., due notice having been served on each of the Directors in person or by telephone.

There were present:

Cecil B. de Mille;

Ella King Adams;

John H. Fisher; and

Constance A. de Mille.

Absent:

None.

Mr. de Mille presided.

Mr. Fisher reported that the mortgage and trust deed on the Hollywood Boulevard property, being Lot 7 and part of Lot 8, Morgan's Hollywood Tract, was due,—the mortgage, the 6th of this month, and the trust deed in October; that the two totalled the

sum of 35,300.00; that it had been decided to reduce this indebtedness to \$25,000.00.

This piece of property being owned one-half by Mrs. Adams and one-half by de Mille Productions, Inc.

That he had arranged to borrow \$25,000.00 from the Bank of Italy for one (1) year at seven (7%) percent and to give security therefor first mortgage on the property.

On motion duly made, seconded and unanimously carried, the President and Secretary were authorized to execute a note for \$25,000.00.

On motion duly made, seconded and unanimously carried, the following resolution was adopted [670]

“RESOLUTION AUTHORIZING CORPORATION TO BORROW ON REAL ESTATE.”

WHEREAS, it is necessary for this corporation, for the purpose of providing funds for its general corporate purposes, and to carry on its affairs and business, to borrow the sum of Twenty Five Thousand Dollars (\$25,000.00); and the Bank of Italy, a corporation, has offered to lend to this corporation the sum hereinabove mentioned upon the terms, conditions and security hereinafter set forth;

BE IT RESOLVED, THEREFORE, That this corporation accept said offer of said Bank of Italy and borrow from the Bank of Italy the said sum of Twenty Five Thousand Dollars (\$25,000.00), and that a security for the repayment of said sum, the President and Secretary of this corporation be and they are hereby authorized, for and on behalf of

this corporation, in its name and under its corporate seal, to execute and deliver to said Bank of Italy, the promissory note of this corporation for the principal sum of Twenty Five Thousand Dollars (\$25,000.00), payable in United States gold coin of the present standard of weight, fineness and value, payable one (1) year from date, with interest thereon at the rate of seven per cent (7%) per annum, payable in like gold coin.

And in order to secure the payment of said promissory note to execute and deliver to said Bank of Italy the mortgage of this corporation in favor of and for the benefit of said Bank of Italy, conveying the real property of this corporation hereinafter particularly described and conditioned to secure the payment of said promissory note, and which said promissory note and mortgage shall be in such form and shall contain such covenants, stipulations, agreements and conditions as said Bank of Italy shall require, and as the President and Secretary of this corporation shall approve, and the execution of such prom- [671] issory note and mortgage shall be conclusive evidence of such approval.

The following is a particular description of the real property referred to in this resolution, viz: All that certain lot, piece or parcel of land situated and lying and being in City of Los Angeles, County of Los Angeles, State of California.

All of Lot Seven (7) and Lot Eight (8) except the West eighty and fifteen hundredths (80.15) thereof, of Morgan's Hollywood Tract, as per map recorded in Book 6, Page 109 of

Maps, in the office of the County Recorder of said County.”

There being no other business, the meeting adjourned.

JOHN H. FISHER, Sec. (Sgd.)  
CECIL B. de MILLE (Sgd.)  
CONSTANCE A. de MILLE (Sgd.)  
ELLA KING ADAMS (Sgd.) [672]

Regular meeting of the Board of Directors of the Cecil B. de Mille Productions, Inc., held at No. 4 Laughlin Park, Hollywood, California, on Monday, September 29, 1924, at 7:30 p.m., due notice having been served on each of the Directors in person or by telephone.

There were present:

C. B. de Mille;  
Ella King Adams;  
Constance A. de Mille; and  
John H. Fisher.

Absent: None.

Minutes of meeting held September 16, 1924, were read and approved.

Mrs. de Mille reported that she had investigated a great many different properties lately hoping to find some very good buys on account of the depression in real estate. That one piece in particular was the old Garstin Studio on Glendale Boulevard which was to be sold at Auction under a Trust Deed on October 4.

The Board took no action regarding this until Mrs. de Mille could investigate further.

Mrs. de Mille also reported that the various interests holding claims of various kinds against the so-called Theatre property on Vine Street had at last gotten together and that the property could be purchased for \$1,400.00 a foot.

After considerable discussion, the Directors decided to purchase an undivided one-half interest in this property. Mr. Charles Eyton had already agreed to take the other half.

On motion duly made, seconded and unanimously carried, the following resolution was adopted:

Resolved that this Company purchase an undivided one-half interest in all of Lot 6, the south 25 feet of Lot 5, and the north 10 feet of Lot 7, all in Block 11, Hollywood Tract; and [673] that the President and Secretary are authorized to pay into escrow \$5,000.00 (Mr. Eyton paying \$5,000.00) at this time and a further sum of \$45,000.00 (Mr. Eyton paying like amount) when the Deed and Certificate are ready for delivery; and, further, to execute a note and mortgage to secure same in the sum of \$42,000.00, dated August 25, 1924, due 6 months after date with interest at the rate of 7%, in favor of Joseph Weinblatt, making a total paid for the property, \$142,000.00.

On motion duly made, seconded and unanimously carried, the President and Secretary were authorized to enter into an agreement with Mr. Eyton, setting forth the ownership of the above property.

Mrs. de Mille stated that, as it was not advisable for the public to know at this time that the property was being purchased by de Mille Productions



the escrow would be opened in the name of Ella K. Adams and that as soon as the deed to Mrs. Adams was recorded the property would be conveyed to the Productions, Inc., and the certificate issued showing the title in the name of the Productions.

On motion duly made, seconded and unanimously carried, the following resolution was adopted:

Resolved that a dividend of 1% on the capital stock of the Corporation, amounting to \$4,000.00 be and the same is hereby declared out of surplus earnings of the Corporation payable on October 15 to stockholders of record October 1, 1924.

Mr. de Mille reported to the Board that, under the new contract between the Productions and the Lasky Corporation, he is again assuming the duties of Director General of the Lasky Corporation and head of the Hollywood Studio; that this additional call upon his time has shifted considerably more responsibility and work upon Mrs. de Mille and that he believed she was not receiving proper compensation under the new arrangement. [674]

On motion duly made, seconded and carried, (Mrs. de Mille not voting), the salary of Mrs. de Mille was set at the sum of Seven Hundred (\$700.00) Dollars a week, beginning September 30, 1924.

Mrs. de Mille reported to the Board that in connection with clearing up the affairs of the Mercury Aviation Company, and paying the note of that company which had been guaranteed at the Commercial Bank, it was necessary for the Productions to borrow \$45,000.00.

On motion duly made, seconded and unanimously carried, Mr. de Mille not voting, the Vice-President and Secretary were authorized to borrow from Cecil B. de Mille the sum of \$45,000.00, and to execute a note, dated September 30, 1924, for that amount with interest at the rate of 6%.

On motion the meeting adjourned.

ELLA KING ADAMS (Sgd.)

JOHN H. FISHER (Sgd.) [675]

Regular meeting of the Board of Directors of the Cecil B. de Mille Productions, Inc., held at No. 4 Laughlin Park, Hollywood, California, on Monday evening, October 6th, 1924, at 7:30 o'clock, due notice having been served on each of the Directors in person or by telephone.

There were present:

Cecil B. de Mille;

John H. Fisher; and

Constance A. de Mille.

Absent:

Ella King Adams.

Mr. Fisher reported that the mortgage on the property at 1729-31 Highland Avenue, Hollywood, California, was due and payable on October 15, 1924, in the sum of Twenty Thousand (\$20,00.00) Dollars; and that it has been decided to reduce this indebtedness to Seventeen Thousand Five Hundred (\$17,500.00) Dollars

This property is owned,

1/2 by the Cecil B. de Mille Productions, Inc.,

1/6 by Cecil B. de Mille; and

2/6 by Ella King Adams.